

A Conceptual Review of Quantum-Enhanced Resource Allocation Strategies for Sustainable Energy Management in Smart Cities

¹Ojeniyi, J. A., ¹Fasola, O. O., ²Onyeabor, G. A., ¹Mohammed, A. A, ¹Aliyu, A. A., ¹Ahmed, H. M. & ¹Ndanusah, U. H.

¹Department of Cyber Security Science, Federal University of Technology, Minna, Nigeria

²Department of Data Science, Federal University of Technology, Minna, Nigeria

E-mail: ojeniyija@futminna.edu.ng, Sanjo.fasola@futminna.edu.ng, grace.onyeabor@gmail.com, mohammedaamte25278@st.futminna.edu.ng, aliyuamte25274@st.futminna.edu.ng,

musah1748@gmail.com, halirundanusah@gmail.com

Corresponding author: ojeniyija@futminna.edu.ng,

ABSTRACT

Rapid urbanization and climate change demands require transformative strategies for energy management in smart cities. Traditional computational techniques encounter substantial difficulties in optimizing intricate, dynamic, and large-scale energy resource allocation issues characteristic of contemporary smart grids. This conceptual review examines the emerging paradigm of quantum-enhanced resource allocation strategies for sustainable energy management in smart cities. This paper expands on the foundational framework of quantum computing applications for smart grid digital twins proposed by Lemo et al., synthesizing current research, developing an integrated conceptual model, and identifying critical research trajectories. We systematically analyze how quantum algorithms—specifically Quantum Annealing (QA), the Quantum Approximate Optimization Algorithm (QAOA), and the Variational Quantum Eigensolver (VQE)—can tackle significant optimization challenges in energy distribution, demand-response management, and renewable energy integration. Our analysis highlights the intersection of quantum computing and digital twin technology as a crucial facilitator for real-time, adaptive energy management systems. We propose a five-layer Quantum-Digital Twin (Q-DT) integration framework and examine its implications for sustainable urban development. The paper concludes by identifying critical research deficiencies, such as the necessity for standardized problem mapping, empirical benchmarking studies, and ethical governance frameworks, while delineating a prospective research agenda for achieving quantum advantage in smart city energy ecosystems.

Keywords: Quantum Computing, Resource Allocation, Intelligent Urban Environments, Sustainable Energy Management, Digital Twins, Quantum Optimization, Smart Grid, Integration of Quantum and Digital Twins

Aims Research Journal Reference Format:

Ojeniyi, J. A., Fasola, O. O., Onyeabor, G. A., Mohammed, A. A, Aliyu, A. A., Ahmed, H. M. & Ndanusah, U. H. (2026): A Conceptual Review of Quantum-Enhanced Resource Allocation Strategies for Sustainable Energy Management in Smart Cities. *Advances in Multidisciplinary Research Journal*. Vol. 12 No. 1, Pp 55-61. www.isteams.net/aimsjournal. [dx.doi.org/10.22624/AIMS/V12N1P4](https://doi.org/10.22624/AIMS/V12N1P4)

1. INTRODUCTION

Technological advancement and sustainability issues intersect unprecedentedly in the urban landscape of the 21st century. Smart cities, conceptualized as integrated ecosystems of cyber-physical systems, confront the significant challenge of efficiently managing energy resources while achieving carbon neutrality objectives [1].

This challenge centers on the intricate optimization problem of resource allocation—distributing limited energy from various sources across fluctuating urban demand profiles in real-time or near-real-time. Conventional computational methods, such as linear programming, mixed-integer optimization, and traditional machine learning, are increasingly challenged by the scale, randomness, and real-time demands of contemporary smart grid operations [3]. The incorporation of distributed energy resources (DERs), electric vehicle (EV) charging infrastructures, and variable renewable generation has rendered energy management a complex, non-convex optimization challenge that frequently surpasses the feasible boundaries of traditional computation.

Simultaneously, quantum computing (QC) has arisen as a transformative computational technology, exhibiting potential for exponential acceleration in certain problem categories, notably combinatorial optimization and quantum simulation [5]. The intrinsic parallelism of quantum systems, facilitated by superposition and entanglement, provides innovative methods for addressing complex energy allocation issues that are computationally insurmountable for classical systems [6]. This paper offers a conceptual analysis of quantum-enhanced resource allocation strategies for sustainable energy management in smart cities. Expanding on the foundational research of Lemo et al. [7] regarding quantum computing applications in smart grid digital twins, we consolidate existing studies, formulate a cohesive conceptual framework, and delineate essential research directions.

This review examines three fundamental questions:

1. In what manner can quantum algorithms be proficiently applied to challenges in allocating energy resources in smart cities?
2. What is the function of digital twin technology in promoting quantum-enhanced energy management?
3. What are the principal challenges and research deficiencies in achieving practical quantum advantage in urban energy systems?

2. CONTEXT AND REVIEW OF LITERATURE

2.1. Energy Management in Smart Cities: Complexities and Challenges

Contemporary smart city energy systems are defined by multiple interrelated challenges that hinder resource allocation.

- **High Dimensionality:** Urban energy systems encompass thousands to millions of decision variables, such as generation outputs, storage levels, and consumption patterns [8].
- **Real-Time Constraints:** Optimal decisions must be executed within minutes or seconds to address demand fluctuations and grid disturbances [9].
- **Uncertainty and Stochasticity:** Renewable energy generation (solar, wind) and consumption patterns engender considerable predictive uncertainty [10].
- **Multi-Objective Optimization:** Solutions must reconcile conflicting objectives: cost minimization, emission reduction, reliability maximization, and equity considerations [11].

2.2. Fundamentals of Quantum Computing for Optimization

Quantum computing presents various algorithmic methodologies pertinent to energy optimization:

- **Quantum Annealing (QA):** specialized hardware that is especially useful for combinatorial optimization problems; it finds global minima in complex energy landscapes [12].
- **Quantum Approximate Optimization Algorithm (QAOA):** A hybrid quantum-classical algorithm formulated for gate-based quantum computers that iteratively approximates solutions to combinatorial optimization challenges.
- **Variational Quantum Eigensolver (VQE):** A hybrid algorithm designed to determine the eigenvalues of intricate Hamiltonians, relevant to financial portfolio optimization issues that can be modified for energy asset allocation [14].

- **Quantum Machine Learning (QML):** Quantum-augmented algorithms for pattern recognition, prediction, and anomaly identification in energy systems [15].

2.3. Digital Twins in Energy Systems

Digital twin technology offers a virtual representation of physical energy systems that develops through the integration of real-time data [7]. In smart grids, digital twins facilitate:

- Real-time surveillance and state assessment
- Predictive maintenance and failure analysis
- Scenario testing and optimization devoid of physical risk
- Combining diverse data sources (weather, consumption patterns, IoT)

The integration of digital twins and quantum computing establishes a synergistic relationship wherein digital twins offer realistic testing environments for quantum algorithms, and quantum computing augments the analytical capabilities of digital twins.

2.4. Pertinent Review Studies

Aspects of this intersection have been the subject of numerous review studies. In their systematic review of quantum algorithms for urban carbon neutrality, Munawar and Surendro [16] found that allocation and routing were the most common application areas. The idea of "Quantum AI Urbanism" was put forth by Yigitcanlar et al. [17], who looked at the wider implications of quantum computing for urban intelligence. Dorostkar [18] investigated the use of quantum computing for transport optimization, but his main focus was on mobility rather than energy systems. Building directly on the framework put forth by Lemo et al. [7], this review focuses exclusively on the particular integration of digital twins and quantum computing for energy resource allocation in smart cities.

3. CONCEPTUAL STRUCTURE: ALLOCATION OF QUANTUM-ENHANCED RESOURCES

We offer a broader conceptual framework for quantum-enhanced resource allocation in smart city energy systems, building on the work of Lemo et al. [7].

3.1. The Integration Framework for Quantum-Digital Twins (Q-DT)

Five interconnected layers make up our framework (Figure 1):

Layer 1: Infrastructure for Physical Energy

- Smart buildings, EV networks, storage systems, renewable energy, and smart grids are examples of real-world components.
- Real-time data streams are provided by IoT sensors and actuators.

Layer 2: Platform for Digital Twins

- High-quality virtual representations of tangible assets
- Real-time synchronization and ingestion of data
- Traditional simulation tools for baseline evaluation

Layer 3: Quantum Encoding and Problem Decomposition

- Finding optimization subproblems that are appropriate for quantum enhancement
- Problem mapping to quantum-native formulations (QUBO, Ising models, parameterized quantum circuits)
- When required, preprocessing and dimensionality reduction

Layer 4: Quantum-Classical Hybrid Solver

- Route issues to the proper solvers (gate-based QC, quantum annealer, and classical).
- Hybrid algorithms using iterative optimization loops (QAOA, VQE)
- Verification of the solution and mitigation of errors

Layer 5: Governance and Decision Implementation

- Converting quantum solutions into useful control signals
- Verification of decisions in an ethical and equitable manner
- Mechanisms for human oversight and approval in the loop
- Feedback and performance tracking for system improvement

3.2. Mapping Quantum Algorithms to Energy Issues

We pinpoint particular connections between energy resource allocation issues and quantum algorithms:

1. Economic Dispatch and Unit Commitment → Quantum Annealing
 - Qubit states are naturally mapped to binary decision variables (units on/off).
 - In the QUBO formulation, complex constraints are encoded as penalty terms.
2. Optimal Renewable Energy Power Flow → QAOA
 - Binary expansion is used to approximate continuous variables.
 - Iterative optimization is used to handle non-convex constraints.
3. Optimization of EV Charging Networks → Quantum Machine Learning
 - Identifying patterns to forecast charging demand
 - Adaptive pricing and scheduling through reinforcement learning
4. Optimization of the Energy Portfolio → VQE
 - A Hamiltonian minimization model of the risk-return tradeoff
 - Quantum states that encode stochastic parameters

4. EVALUATION AND CONVERSATION

4.1. Possible Benefits of Quantum Technology for Energy Management

According to our analysis, quantum computing may have major benefits in the following areas:

Exponential Speedup for Specific Problems: Theoretical exponential speedup using Grover-type algorithms or quantum annealing may be advantageous for some combinatorial optimization problems, such as fleet charging optimization for large EV networks or unit commitment for microgrids with multiple DERs [19]. **Improved Solution Quality:** When it comes to optimal power flow with high renewable penetration, quantum algorithms may be able to find better solutions to non-convex optimization problems that trap classical algorithms in local minima. [20]. **Parallel Solution Space Exploration:** Demand-response optimization in real-time markets may be enhanced by the simultaneous evaluation of several allocation strategies made possible by quantum superposition [21].

4.2. Digital Twins as Testbeds for Quantum Algorithms

The lack of actual quantum hardware and the danger of testing algorithms on working energy systems are two major issues in quantum computing research that digital twin technology tackles. Digital twins offer:

- **Risk-Free Experimentation:** High-fidelity simulations can be used to test quantum algorithms without endangering grid stability.
- **Performance:** Performance benchmarking is a direct comparison of quantum and classical methods under the same circumstances.
- **Algorithm Refinement:** Quantum algorithms are iteratively improved based on performance simulations.
- **Training Data Generation:** Producing artificial datasets for models of quantum machine learning.

4.3. Integration Issues and Things to Think About

For integration to be successful, a number of practical issues need to be resolved:

- **Data Latency and Throughput:** Sub-second decision-making is necessary for real-time energy management. Operational requirements must be met by the combined latency of quantum processing, data acquisition, and solution deployment [7].
- **Algorithmic Maturity:** The majority of quantum optimization algorithms are still in their infancy and have only a few real-world problem-size demonstrations [22].
- **Hardware Restrictions:** Problem sizes and algorithm depth are limited by the qubit counts, connectivity, and coherence times of current NISQ (Noisy Intermediate-Scale Quantum) devices [23].
- **Interoperability Standards:** Digital twin platforms, energy management systems, and quantum computing resources do not have standardized interfaces [24].

5. RESEARCH DEFICITS AND PROSPECTS

Our conceptual review leads us to identify a number of important research gaps and suggest related future directions.

5.1. Standardized Approaches to Problem Mapping

The gap is the absence of systematic methods for converting energy resource allocation problems into quantum algorithms.

- **Future Direction:** Create intermediate representations or domain-specific languages that automatically convert energy optimization issues into formulations that are quantum native.

5.2. Useful Quantum Advantage Illustration

- **Gap:** There is little empirical support for the quantum advantage in practical energy issues.
- **Future Directions:** Perform thorough benchmarking studies on standardized problem instances with different scales, contrasting quantum approaches with the most advanced classical solvers.

5.3. Quantum-Classical Hybrid Structures

- **Gap:** Inadequate comprehension of how best to divide workloads between classical and quantum processors.
- **Future Direction:** Create intelligent dispatcher algorithms that dynamically assign sub-problems according to time constraints, quantum hardware availability, and problem characteristics.

5.4. Resilience of Quantum Algorithms

- **Gap:** Quantum algorithms' susceptibility to errors and noise in NISQ devices.
- **Future Directions:** Create fault-tolerant quantum algorithms for energy optimization issues and design energy-specific error mitigation strategies.

5.5. Frameworks for Ethics and Governance

- **Gap:** There are no rules to guarantee that quantum-enhanced energy systems are fair, open, and consistent with society's ideals.
- **Future Direction:** Create frameworks for participatory design that integrate stakeholder input into the design and validation of quantum algorithms.

5.6. Infrastructure for Quantum Computing Sustainability

The impact of large-scale quantum computing facilities on the environment is not quantified.

Next Steps: Evaluate the infrastructure of quantum computing throughout its lifecycle and create metrics to make sure that operational energy savings exceed computational energy expenses.

6. FINAL THOUGHTS

The exciting nexus of digital twin technology, quantum computing, and smart city energy management has been explored in this conceptual review. We have suggested that a revolutionary method for tackling the intricate optimization problems present in sustainable urban energy systems is to use quantum-enhanced resource allocation strategies. Building on the groundbreaking research of Lemo et al. [7], our analysis indicates that combining digital twin platforms with quantum computing generates a potent paradigm for creating resilient, effective, and adaptive energy management systems. A structured method for achieving this potential is offered by the suggested Quantum-Digital Twin (Q-DT) integration framework.

There are still major obstacles to overcome, though. Before a practical quantum advantage can be realized in operational energy systems, the field needs to make significant strides in algorithmic development, hardware capabilities, and systems integration. To guarantee fair results, the ethical and governance aspects of quantum-enhanced decision-making must also be carefully taken into account. Future studies should focus on developing standardized integration protocols, participatory governance models, and real-world examples of quantum utility. The idea of quantum-enhanced sustainable energy management in smart cities is becoming more feasible as quantum computing technology advances and digital twin applications spread. This presents a viable route toward urban carbon neutrality and climate change resilience.

REFERENCES

- [1] The 2023 Sustainable Development Goals Report. United Nations.
- [2] T. Yigitcanlar and associates (2025). The future of artificial intelligence in cities is being redefined by quantum AI urbanism. *Urban Technology Journal*, 32(3), 213-226.
- [3] J. A. Momoh (2012). *Smart Grid: Design and Analysis Foundations*. Wiley & Sons, John.
- [4] X. Fang and colleagues (2012). A Survey of the New and Better Power Grid, or Smart Grid. *IEEE Communications Surveys & Tutorials*, 14(4), 944-980.
- [5] J. Preskill (2018). *Quantum*, 2, 79. Quantum Computing in the NISQ Era and Beyond.
- [6] Montanaro, A., and Harrow, A. W. (2017). Quantum supremacy in computation. *Nature*, 549(7671), 203-209.
- [7] Lemo, A. O. N., and others (2025). Future Directions and the Potential of Quantum Computing Applications for Digital Twins in Smart Grids. *Future Sustainability*, 7, 101502.
- [8] Zipperer and colleagues (2013). Views on consumer behavior and enabling technologies for electric energy management in smart homes. *IEEE Proceedings*, 101(11), 2397-2408.
- [9] Wollenberg, B. F., and S. M. Amin (2005). Power delivery in the twenty-first century: moving toward a smart grid. 3(5), 34-41; *IEEE Power and Energy Magazine*.
- [10] Zhao and colleagues (2016). An analysis of models and algorithms for electric vehicle charging in smart grids. *Reviews of Renewable and Sustainable Energy*, 58, 720-740.
- [11] Strbac, G. (2008). The advantages and difficulties of demand-side management. *Energy Policy*, 36(12), 4419-4426.
- [12] Johnson and colleagues (2011). Using artificial spins for quantum annealing. 194-198 in *Nature*, 473(7346).
- [13] Goldstone, J., Gutmann, S., & Farhi, E. (2014). An algorithm for quantum approximate optimization. 1311.4028 is the arXiv preprint.

- [14] A. Peruzzo and colleagues (2014). A photonic quantum processor that solves variational eigenvalue problems. 5, 4213; Nature Communications.
- [15] Biamonte and colleagues (2017). Learning with quantum mechanics. Nature, 549(7671), 195-202.
- [16] Surendro, K., and Munawar, G. (2024). A comprehensive analysis of using quantum algorithms to attain carbon neutrality in cities. Engineering Journal of Alexandria, 108, 911-936.
- [17] T. Yigitcanlar and associates (2025). The future of artificial intelligence in cities is being redefined by quantum AI urbanism. Urban Technology Journal, 32(3), 213-226.
- [18] E. Dorostkar (2025). Decentralized smart city transportation through NFT spatial governance and quantum computing. Future Sustainability, 8, 101474.
- [19] L. K. Grover (1996). A quantum mechanical database search algorithm that is quick. 28th Annual ACM Symposium on Theory of Computing Proceedings, 212-219.
- [20] Moll and colleagues (2018). Variational algorithms for quantum optimization on near-term quantum devices. 030503 in Quantum Science and Technology, 3(3).
- [21] Lloyd, S., and Rebentrost, P. (2018). Quantum algorithms for portfolio optimization are part of quantum computational finance. arXiv preprint arXiv:1811.03975.
- [22] J. R. McClean and associates (2016). Variational hybrid quantum-classical algorithm theory. Physics New Journal, 18(2), 023023.
- [23] Bharti and colleagues (2022). intermediate-scale quantum algorithms that are noisy. 015004 in Reviews of Modern Physics, 94(1).
- [24] Fuller and colleagues (2020). Digital Twin: Open Research, Difficulties, and Enabling Technologies. IEEE Access, 8, 108952-108971.