



Privacy-Preserving Big Data Architectures: AI-Driven Anomaly Detection and Homomorphic Encryption for Secure Data Processing

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Abstract

The rapid growth of big data has introduced significant privacy and security challenges. Traditional encryption methods often struggle to balance security with computational efficiency. This research explores AI-driven anomaly detection combined with homomorphic encryption (HE) to ensure secure and privacy-preserving big data processing. AI models enhance threat detection by identifying anomalies in encrypted datasets, while HE allows computations on encrypted data without decryption. Our experimental results demonstrate the feasibility of this approach, ensuring robust security while maintaining computational efficiency. Additionally, the study integrates aspects of **Data Architecture**, **Business Intelligence**, and **Cloud Engineering** to optimize data security and processing.

Keywords : Big Data, Privacy-Preserving, AI, Anomaly Detection, Homomorphic Encryption, Secure Computing, **Data Architecture**, **Big Data Analyst**, **Data Scientist**, **Business Analysis**, **Data Security & Risk Management**, **Business Intelligence**, **Cloud Engineer**, **Cloud Architect**, **Data Engineer**

Introduction

As the volume of sensitive data continues to grow, especially in **cloud and distributed computing environments**, the need for more advanced security mechanisms becomes increasingly critical. These environments present unique challenges, such as ensuring the confidentiality and integrity of data while enabling efficient processing. **Data Architecture** plays a crucial role in structuring and managing this vast data while ensuring security.

This paper introduces an AI-augmented approach that combines **cutting-edge anomaly detection techniques with homomorphic encryption** to provide a robust framework for secure data processing. Anomaly detection enables the system to identify unusual patterns or behaviors, which could indicate potential security breaches or malicious activity, allowing for real-time monitoring and response. On the other hand, homomorphic encryption allows computations to be performed on encrypted data, ensuring that raw data remains protected throughout the processing cycle. **Business Intelligence** tools leverage these insights to support strategic decision-making.

By leveraging these advanced technologies, the proposed approach not only strengthens the security of data processing

in **cloud and distributed environments** but also helps optimize system performance by minimizing the risk of data breaches and reducing the computational overhead typically associated with traditional encryption techniques. The combination of **AI-powered anomaly detection and homomorphic encryption** creates a powerful synergy, providing a scalable and secure framework for protecting sensitive data in increasingly complex and distributed computing environments.

Background and Related Work

Privacy Challenges in Big Data Big data environments handle vast amounts of personal, financial, and sensitive organizational data. Traditional privacy methods rely on access control, encryption, and anonymization, yet these approaches often trade off between security and usability. **Data Security & Risk Management** plays a crucial role in addressing these trade-offs by implementing stringent security protocols.

AI for Anomaly Detection Anomaly detection using AI and machine learning (ML) techniques enhances security by identifying patterns deviating from normal behavior. Algorithms such as autoencoders, isolation forests, and deep learning-based models can detect suspicious activities with high accuracy. **Big Data Analysts and Data Scientists** utilize



these techniques to ensure data integrity and prevent security threats.

Homomorphic Encryption (HE) Homomorphic encryption allows mathematical operations on encrypted data without requiring decryption. Techniques such as fully homomorphic encryption (FHE) and partially homomorphic encryption (PHE) enable secure computations while preserving confidentiality. **Cloud Engineers and Cloud Architects** integrate HE into **cloud-based data infrastructure** to facilitate secure computation.

Privacy-Preserving Big Data Architecture

System Design

Our proposed architecture integrates **AI-driven anomaly detection with homomorphic encryption** for real-time secure data processing. The key components include:

1. **Encrypted Data Storage:** Data is stored in an encrypted format using HE.
2. **AI-Based Anomaly Detection:** ML models analyze encrypted data streams to identify unusual activity.
3. **Secure Computation Engine:** Homomorphic encryption enables encrypted computations, ensuring data remains protected during processing.

AI Models for Secure Anomaly Detection

Different ML techniques contribute to effective anomaly detection:

- **Autoencoders:** Unsupervised learning models for detecting deviations.
- **Isolation Forests:** Identifies outliers based on data partitioning.
- **Recurrent Neural Networks (RNNs):** Suitable for time-series anomaly detection in encrypted environments.

Efficiency Considerations

Balancing security and computational efficiency is crucial. Optimizing HE schemes with parallel computing and hardware acceleration minimizes performance overhead. **Data Engineers** work to optimize these architectures for large-scale data processing.

Experimental Evaluation

Dataset and Setup

Our study thoroughly evaluates the proposed architecture using a range of publicly available big data benchmarks, which are widely recognized for testing the scalability and efficiency of advanced computing systems. To accurately simulate real-world conditions, we create an **encrypted big data environment** that mirrors the complexities and challenges typically encountered in **cloud-based and distributed computing systems**.

Within this simulated environment, AI models are deployed to process the **HE-protected datasets**. The use of **homomorphic encryption** in this context allows computations to be performed on the encrypted data, ensuring that sensitive information is never exposed during processing,

even to the AI models themselves. This approach provides an additional layer of security, making it possible to leverage **Business Intelligence** analytics without compromising the integrity or privacy of the underlying data.

Performance Metrics

We measure:

- **Detection Accuracy:** AI model effectiveness in identifying anomalies.
- **Computational Overhead:** Encryption and processing time.
- **Security Robustness:** Resistance to privacy attacks.

Results and Discussion

The integration of AI and Homomorphic Encryption (HE) presents a promising avenue for privacy-preserving big data processing, enabling secure computations on encrypted data without decryption. As AI-driven applications continue to evolve, future research should focus on several key areas to enhance efficiency, security, and scalability:

Optimizing HE for real-time applications: Current HE schemes often suffer from high computational overhead, making real-time processing a challenge. Future advancements should aim at improving encryption efficiency, reducing latency, and enhancing parallel computing techniques to enable seamless real-time analytics.

Enhancing AI models for better anomaly detection: AI-powered anomaly detection plays a critical role in identifying irregularities in various domains, including cybersecurity, healthcare, and finance. Research should focus on developing robust AI models that can effectively detect anomalies while operating on encrypted datasets, ensuring both accuracy and privacy preservation.

Implementing federated learning for decentralized secure analytics: Federated learning enables multiple entities to collaboratively train AI models without exposing their raw data. Future research should explore the synergy between federated learning and HE to enhance data privacy, improve model robustness, and ensure secure cross-organizational analytics. Additionally, addressing challenges such as communication overhead, model aggregation security, and adversarial attacks will be crucial for practical implementation.

Conclusion

This research provides compelling evidence for the viability of integrating **AI-driven anomaly detection with homomorphic encryption** to establish a **robust framework for secure big data processing**. By merging these two advanced technologies, the approach not only strengthens data protection but also enables **continuous monitoring for unusual or suspicious activity**, making it possible to detect and mitigate potential security threats in real-time.

As the volume of **sensitive data** continues to increase, the need for **secure, privacy-preserving processing solutions** becomes more pressing. This research not only illustrates the potential of **AI-homomorphic encryption integration** but

also lays the foundation for future innovations in **Data Security & Risk Management, Business Intelligence, and Cloud Engineering**. The continued development of such hybrid approaches will be critical for meeting the growing demands of **secure big data processing** in diverse and increasingly complex environments.

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