HASHIRU: Hierarchical Agent System for Hybrid Intelligent Resource Utilization

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I. INTRODUCTION

Rapid advancements in Large Language Models (LLMs) are reshaping Artificial Intelligence (AI) with profound capabilities in language understanding, generation, reasoning, and planning [4], [11], [44]. This progress drives the development of autonomous AI agents, shifting focus from single to Multi-Agent Systems (MAS) where collaborative teams tackle complex problems beyond individual scope [12], [53]. Collaborative MAS show significant potential in diverse domains like scientific discovery [2], software engineering [41], data analysis, and strategic decision-making [51]. The increasing complexity of tasks, demonstrated by benchmarks requiring advanced mathematical reasoning (e.g., GSM8K [8], SVAMP [39]), coding (e.g., HumanEval [6], CoDocBench [36]), and graduate-level technical knowledge [40], highlights the need for agentic systems to effectively coordinate diverse cognitive resources [52].

Despite this potential, contemporary agentic frameworks face significant limitations. Many are rigid, relying on predefined roles and static structures hindering adaptation to dynamic tasks [57]. **Resource obliviousness** is common; systems often lack mechanisms to monitor and optimize computational resources like API costs, memory, and CPU load, leading to inefficiency, especially when scaling or deploying in resourceconstrained environments [38]. This is often worsened by reliance on powerful, costly proprietary cloud LLMs. Model homogeneity, defaulting to a single powerful LLM for all subtasks, misses efficiency gains from a diverse ecosystem including smaller, specialized, or local models [58]. While tool use is fundamental [37], [56], agents' ability to autonomously **create** and integrate new tools remains limited, restricting dynamic extension and self-improvement without human intervention [48].

To address these challenges, we introduce **HASHIRU** (**Hierarchical Agent System for Hybrid Intelligent Resource Utilization**), a novel MAS framework enhancing flexibility, resource efficiency, and adaptability. HASHIRU employs a hierarchical structure led by a central "CEO" agent dynamically managing specialized "employee" agents instantiated on demand. A core tenet is its **hybrid intelligence** approach, strategically prioritizing smaller (e.g., 3B–7B), locally-run LLMs (often via Ollama [31]) for cost-effectiveness and efficiency. While prioritizing local resources, the system flexibly

integrates external APIs and potentially more powerful models when justified by task complexity and resource availability, under the CEO's management.

The primary contributions are:

- A novel MAS architecture combining hierarchical control with dynamic, resource-aware agent lifecycle management (hiring/firing). This management is governed by computational budget constraints (cost, memory, concurrency) and includes an economic model with hiring/firing costs to discourage excessive churn.
- A hybrid intelligence model prioritizing cost-effective, local LLMs while adaptively incorporating external APIs and larger models, optimizing the efficiency-capability trade-off.
- 3) An integrated mechanism for **autonomous API tool creation**, allowing dynamic functional repertoire extension.
- An economic model (hiring/firing fees) for agent management, promoting efficient resource allocation and team stability.

This paper details HASHIRU's design and rationale. Section II discusses related work in agent architectures, dynamic management, resource allocation, model heterogeneity, and tool use. Section 3 elaborates on the architecture and core mechanisms. Section 4 presents experimental results (or outlines planned experiments), followed by discussion and conclusion in Sections 5 and 6.

II. BACKGROUND AND RELATED WORK

Intelligent agent concepts have evolved from early symbolic AI [46], [47] to LLM-dominated frameworks leveraging models for reasoning, planning, and interaction [49], [55]. HASHIRU builds on this, addressing current limitations.

A. Agent Architectures: Hierarchy and Dynamics

MAS architectures vary, including flat, federated, and hierarchical [12], [22]. Hierarchical models offer clear control and task decomposition but risk bottlenecks and rigidity [13], [14]. HASHIRU uses a **CEO-Employee hierarchy** for centralized coordination but distinguishes itself through **dynamic team composition**. Unlike systems with static hierarchies or predefined roles (e.g., CrewAI [9], ChatDev [41]), HASHIRU's CEO dynamically manages the employee pool based on runtime needs and resource constraints.

B. Dynamic Agent Lifecycle Management

Dynamic MAS composition is crucial for complex environments [29]. Agent creation/deletion triggers often relate to task structure or environmental changes. HASHIRU introduces a specific mechanism where the CEO makes hiring and firing decisions based on a cost-benefit analysis considering agent performance, operational costs (API fees, inferred compute), memory footprint (tracked explicitly as a percentage of available resources), and concurrency limits. HASHIRU also incorporates an economic model with explicit "starting bonus" (hiring) and "invocation" (usage) costs. This economic friction aims to prevent excessive initialization or usage for marginal gains and promote team stability, a nuance often missing in simpler dynamic strategies.

C. Resource Management and Agent Economies

Resource awareness is critical for scalable MAS. Economic research explores mechanisms like market-based auctions or contract nets for allocation [7]. HASHIRU implements a more **centralized**, **budget-constrained resource management model**. The CEO operates within defined limits for financial cost, memory usage (as a percentage of total allocated), and concurrent agent count. This direct management, particularly focusing on memory percentage, suggests practicality for deployment on local or edge devices with finite resources, contrasting with cloud systems assuming elastic resources [38]. Frameworks like AutoGen [54] and LangGraph [26] typically rely on implicit cost tracking without explicit multi-dimensional budgeting and control.

D. Hybrid Intelligence and Heterogeneous Models

Leveraging diverse LLMs with varying capabilities, costs, and latencies is an emerging trend [58]. Techniques like model routing select optimal models for sub-tasks. HASHIRU embraces model heterogeneity with a strategic focus: prioritizing smaller (3B–7B), locally-run models via Ollama integration [31]. This emphasizes cost-efficiency, low latency, and potential privacy over systems defaulting to large proprietary cloud APIs (e.g., GPT-4 [33], Claude 3 [1]). While integrating external APIs (potentially larger models), HASHIRU's default stance represents a distinct capability vs. efficiency balance.

E. Tool Use and Autonomous Tool Creation

Tool use (APIs, functions) is fundamental for modern agents [32], [56]. Most systems use predefined tools. HASHIRU advances this with **integrated, autonomous API tool creation**. When needed functionality is missing, the CEO can commission the generation (potentially via a specialized agent) and deployment of a new API tool within the HASHIRU ecosystem. This self-extension capability differentiates HASHIRU from systems limited to static toolsets, moving towards greater autonomy and adaptability [38], [48].

In summary, HASHIRU integrates hierarchical control, dynamic MAS, resource management, and tool use. Its novelty lies in the synergistic combination of: (1) dynamic, resource-aware hierarchical management with (2) an economic model

for stability, (3) a local-first hybrid intelligence strategy, and (4) integrated autonomous tool creation. This targets key limitations in current systems regarding efficiency, adaptability, cost, and autonomy.

III. HASHIRU SYSTEM ARCHITECTURE

HASHIRU's architecture addresses rigidity, resource obliviousness, and limited adaptability through a hierarchical, dynamically managed MAS optimized for hybrid resource utilization.

A. Overview

HASHIRU operates with a central "CEO" agent coordinating specialized "Employees". Key tenets:

- Dynamic Hierarchical Coordination: CEO manages strategy, task allocation, and dynamic team composition.
- Dynamic Lifecycle Management: Employees are hired/fired based on runtime needs and resource constraints, governed by an economic model.
- **Hybrid Intelligence:** Strategic preference for LLMs within a predefined budget, while accessing external APIs/models.
- Explicit Resource Management: Continuous monitoring and control of costs against budgets.
- Adaptive Tooling: Using predefined tools alongside autonomous creation of new API tools.

Figure 1 illustrates the structure.

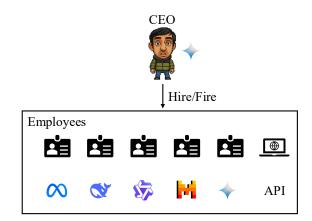


Fig. 1. High-level architecture of the HASHIRU system, illustrating the CEO-Employee hierarchy.

B. Hierarchical Structure: CEO and Employee Agents

The system uses a two-tiered hierarchy:

- CEO Agent: Singleton, central coordinator and entry point. Responsibilities:
 - Interpreting user query/task.
 - Decomposing main task into sub-tasks.
 - Identifying required capabilities.
 - Managing Employee pool (Section III-C).
 - Assigning sub-tasks to active Employees.

- Monitoring Employee progress/performance.
- Synthesizing Employee results into final output.
- Managing overall resource budget (Section III-E).
- Initiating new tool creation (Section III-F).

We use Gemini 2.0 Flash [19] as the CEO agent due to its strong reasoning capabilities, support for tool usage, and cost efficiency, making it a practical and capable choice for our deployment.

- Employee Agents: Specialized agents instantiated by the CEO for specific sub-tasks. Each typically wraps an LLM (local via Ollama [31] or external API) or provides tool access. Characteristics:
 - Specialization: Capabilities tailored to task types (code, data analysis, info retrieval).
 - Dynamic Existence: Created/destroyed by CEO based on need/performance.
 - Task Execution: Receive task, execute, return result.
 - Resource Consumption: Associated costs (API, hard-ware utilization) tracked by system.

Specialized employee agents are constructed using base models such as Mistral 7B [24], Llama 3 [30], Gemini 1.5 [15], Qwen2.5 [43], Qwen3 [42], and DeepSeek-R1 [10], with the CEO agent configuring them via tailored system prompts that it generates based on the task requirements. The models will be run locally using Ollama [31], and via API calls to external models such as Gemini 2.5 Flash [20] and other models hosted on Hugging Face [23], Groq [21], Lambda.ai [25], and other platforms.

This hierarchy facilitates task decomposition and result aggregation; the dynamic pool provides flexibility.

C. Dynamic Agent Lifecycle Management

A core innovation is the CEO's dynamic management (hiring/firing) of Employee agents. Driven by cost-benefit analysis, this optimizes task performance within resource constraints.

When a sub-task needs unavailable or inefficiently provided capabilities, the CEO may hire a new agent. Conversely, if an agent underperforms, is idle, costly, or resource limits are neared, the CEO may fire it. Decision factors:

- Task Requirements: Needed capabilities for pending sub-tasks.
- **Agent Performance:** Historical success, output quality, efficiency.
- Operational Costs: API, estimated compute, or other costs.

HASHIRU includes an economic model:

- Hiring Cost ("Starting Bonus"): A one-time cost incurred upon instantiation of local models, representing setup overhead. This cost can be quantitatively scaled based on the resource profile of the model (e.g., higher for models requiring more VRAM or complex setup).
- Invocation Cost ("Salary"): A recurring cost applied each time a local model is used, reflecting the operational

- load (e.g., inferred compute, system resource engagement). This abstracts the cost of utilizing local resources for a given task.
- Expense Cost: A recurring cost for external API calls (e.g., OpenAI, Anthropic), typically calculated based on token usage as per the API provider's documented pricing.

These transaction costs discourage excessive churn, promoting stability. The CEO evaluates if replacing an agent benefits outweigh hiring/firing costs plus operational differences. This combats rigidity and allows adaptation while managing budgets and preventing wasteful turnover.

D. Hybrid Intelligence and Model Management

HASHIRU is designed for **hybrid intelligence**, leveraging diverse cognitive resources. It strategically prioritizes smaller (3B–7B), cost-effective local LLMs via Ollama [31]. This enhances efficiency, reduces external API reliance, and potentially improves privacy/latency.

The system also integrates:

- External LLM APIs: Access to powerful LLMs (Gemini 2.5 Flash [20], etc.) when necessary, subject to costbenefit.
- External Tool APIs: Third-party software/data source integration.
- Self-Created APIs: Tools generated by HASHIRU (Section III-F).

The CEO manages this heterogeneous pool, selecting the most appropriate resource based on difficulty, capabilities, and budget. This balances cost-effectiveness and efficiency with high capability needs.

E. Resource Monitoring and Control

Explicit resource management is central, moving beyond simple API cost tracking. The system, coordinated by the CEO, monitors:

- Financial Costs: Accumulating external API costs (tracked via their documented pricing) and the "hiring" and "invocation" costs from the economic model for local agents.
- **Memory Usage:** Footprint of active Employee agents. For local models (e.g., running via Ollama), this can be estimated based on their known VRAM requirements as a percentage of a predefined total available budget (e.g., assuming a 16 GiB VRAM capacity represents 100% of the local model memory budget). This is tracked as a percentage of the overall memory budget.
- Estimated Compute: While not directly measured in CPU cycles, "estimated compute" for local models is factored into their "invocation cost" within the economic model, providing an abstraction for resource intensity.

F. Tool Utilization and Autonomous Creation

HASHIRU agents use predefined tools (functions, APIs, databases) to interact and perform actions beyond text generation [32], [56].

A distinctive feature is **integrated**, **autonomous tool creation**. If the CEO determines a required capability is missing, it can initiate new tool creation. This involves:

- Defining tool specification (inputs, outputs, functionality).
- Commissioning logic generation (code, potentially using external APIs with provided credentials, possibly via a code-generating agent).
- Deploying logic as a new, callable API endpoint within HASHIRU.

To achieve this autonomous creation, HASHIRU employs a few-shot prompting approach, analyzing existing tools within its system to learn how to specify and implement new ones [4]. The system can then iteratively refine the generated tool code by analyzing execution errors or suboptimal outputs, promoting self-correction. This allows HASHIRU to dynamically extend its functional repertoire, tailoring capabilities to tasks without manual intervention, enabling greater autonomy and adaptation.

G. Memory Function: Learning from Experience

To enable HASHIRU agents to learn from past interactions and rectify previous errors, a **Memory Function** is incorporated. This function stores records of significant past events, particularly those involving failed attempts or suboptimal outcomes, acting as a historical log of experiences. When the system encounters a new problem or a recurring challenge, it queries this memory store to retrieve relevant past situations and their outcomes.

Memory retrieval is based on semantic similarity between the current context (e.g., task description, recent actions, error messages) and the stored memory entries. We utilize embeddings generated by the all-MiniLM-L6-v2 model [50] to represent both the query and the stored memories in a high-dimensional vector space. Relevance is determined by calculating the cosine similarity between the query embedding and each memory embedding. Memories exceeding a predefined similarity threshold are retrieved and provided to the CEO agent (or relevant Employee agents) as contextual information. This allows the system to draw upon past experiences, understand why previous approaches failed, and potentially adjust its strategy to avoid repeating mistakes, thereby improving performance and efficiency over time.

IV. CASE STUDIES

This section presents three case studies demonstrating HASHIRU's self-improvement capabilities in practical settings. We highlight three instances where HASHIRU enhanced its own architecture and functionality: (1) by generating a comprehensive cost model for base models suitable for specialized agent creation, (2) by autonomously integrating new tools for the CEO agent, and (3) by implementing a self-regulating budget management system.

A. Case Study 1: Self-Generating the Cost Model for Agent Specialization

An accurate cost model is essential for optimizing resource allocation and ensuring the efficiency of specialized agents within HASHIRU. Traditionally, constructing this model involves manual research into local model performance relative to hardware (e.g., 16 GiB VRAM) and the API costs of cloud-hosted alternatives. HASHIRU automated this labor-intensive process by leveraging its web search capabilities to autonomously identify and incorporate the necessary cost data into its internal model. The results were successfully committed to the codebase¹.

B. Case Study 2: Autonomous Tool Integration for the CEO Agent

Extending the CEO agent's capabilities through tool integration is vital for broadening HASHIRU's operational scope. Manual tool development typically requires detailed analysis of existing tool schemas and diligent code implementation. HASHIRU streamlined this process by employing a few-shot learning approach, using an existing tool as a template to guide the autonomous creation of new tools [4], iteratively refining the code in case of bugs as well. The newly generated tools were directly integrated into the codebase²³. This approach not only reduced the time and effort required for tool development but also enhanced the system's adaptability by allowing it to autonomously create and integrate new tools as needed. This approach significantly reduces development overhead and enhances adaptability, enabling the system to dynamically expand its capabilities with minimal human intervention.

C. Case Study 3: Autonomous Budget Management

Overshooting the budget is a common issue in many modern AI systems, particularly when deploying large language models (LLMs) via APIs with token-based billing. In practice, this can lead to sudden and unexpected cost spikes due to prompt amplification, model chaining, or misuse—sometimes resulting in hundreds of dollars in charges within minutes [34], [35], [45]. HASHIRU addresses this by implementing a selfregulating mechanism that autonomously monitors its budget allocation. The system continuously tracks its spending against predefined budget limits, ensuring that it operates within the allocated financial constraints. This proactive approach not only prevents overspending but also optimizes resource utilization, allowing HASHIRU to maintain efficiency and cost-effectiveness in its operations. Figure 2 illustrates how HASHIRU refuses to use an external API when the budget is exceeded.

¹https://github.com/kunpai/HASHIRU/commit/70dc268b121cbd7c50c6691645d8a99912766965

²https://github.com/kunpai/HASHIRU/commit/ 193e10b2b00917256b7cc01cb3aa5ac7b6a6c174

³https://github.com/HASHIRU-AI/HASHIRU/blob/main/src/tools/default_tools/get_website_tool.py

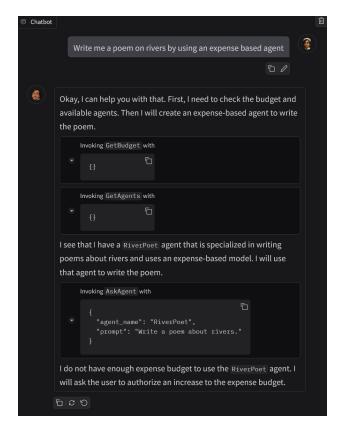


Fig. 2. HASHIRU's autonomous budget management system, ensuring efficient resource utilization and preventing overspending.

V. EXPERIMENTAL SETUP

We designed experiments to evaluate HASHIRU's performance, efficiency, and adaptability, targeting dynamic resource management, hybrid intelligence, and autonomous tool creation. Evaluation assesses benefits over baselines, focusing on:

- Impact of dynamic management with economic constraints on resource utilization (cost, memory) and task performance vs. static configurations.
- Effectiveness of the hybrid (local-first) strategy vs. homogeneous (cloud-only or local-only) approaches across task complexity.
- System's ability to autonomously create/utilize tools for novel functional requirements.

A. Evaluation Tasks

HASHIRU's coordination and dynamic capabilities are specifically designed for tasks demanding complex reasoning, multi-perspective analysis, and interactive engagement, all while upholding rigorous safety standards. We selected a diverse set of tasks to evaluate these capabilities, including:

1) Academic Paper Review: This task evaluates HASHIRU's critical assessment by simulating peer review. Given a paper's text, the system generates a review summary and recommends acceptance/rejection. This task probes the ability to decompose criteria, delegate to specialized agents (novelty, rigor, clarity), and manage resources across complex

documents. We use a dataset of 50 papers from ICLR 2023 with a prompt eliciting multiple reviews. The prompt is: "Create THREE agents with relevant personalities, expertise, and review styles. Each agent should provide a review of the paper, and recommend Accept/Reject for ICLR 2023. The review should be detailed and include strengths and weaknesses. Finish the entire review and DO NOT STOP in the middle. GIVE A FINAL DECISION in the form of "FINAL DECISION: <Accept/Reject>". The paper title is: <paper title> <paper text>"."

- 2) Reasoning and Problem-Solving Tasks: This task evaluates broader reasoning, knowledge retrieval, and problem-solving under constraints using challenging benchmarks and puzzles:
 - Humanity's Last Exam [40]: Tests graduate-level technical knowledge and complex reasoning across domains.
 Requires deep understanding and sophisticated problemsolving, likely needing powerful external LLMs managed within HASHIRU's hybrid framework. We use a subset of 40 questions from the Humanity's Last Exam dataset.
 - Wordle: Daily word puzzle requiring deductive reasoning to identify a five-letter word within six guesses, using feedback. Tests logical deduction, constraint satisfaction, vocabulary. Good test for comparing efficiency (speed, cost, guesses) of local vs. external models for iterative reasoning. Assumes simulated game environment.
 - ARC (AI2 Reasoning Challenge) [3]: A benchmark featuring challenging multiple-choice science questions designed to test complex reasoning. Successfully answering these questions requires capabilities such as knowledge retrieval, logical inference, and multi-step problemsolving. We use a mixed set of 100 questions from the ARC Challenge, which includes both easy and hard questions.
 - StrategyQA [16]: A benchmark of 2,780 yes/no questions that require implicit multi-step reasoning. Each question is annotated with a decomposition into reasoning steps and supporting evidence from Wikipedia. StrategyQA evaluates a system's ability to infer and execute reasoning strategies not explicitly stated in the question, making it a valuable test for assessing complex reasoning capabilities. We use a subset of 100 questions from the StrategyQA dataset.

These tasks challenge the system's ability to leverage appropriate resources (local vs. external), potentially create simple tools, and coordinate problem-solving.

3) Safety Evaluation: The CEO model's central role in task delegation introduces a potential vulnerability: the delegation process itself might override or bypass the model's inherent safety mechanisms. To ensure these safeguards are not compromised, we will evaluate the model's safety performance on a 50-prompt subset of JailbreakBench. JailbreakBench is a benchmark consisting of adversarial prompts designed to test the robustness of LLM safety features [5], [27], [28], [59]. By using these challenging prompts, we can specifically assess whether the act of delegation within the CEO model creates

exploitable pathways that circumvent its safety protocols. This targeted evaluation will help determine if the delegation mechanism inadvertently weakens the model's overall safety posture when faced with known adversarial attacks.

B. Baselines for Comparison

To quantify HASHIRU's benefits, we compare its performance against the baseline of its CEO agent (Gemini 2.0 Flash [19]) operating in isolation, without dynamic management or hybrid intelligence. We chose Gemini 2.0 Flash as the baseline due to our architecture's efficacy being tied to augmenting the capabilities of a single agent. This choice allows us to isolate the impact of our dynamic management and hybrid intelligence features, providing a clear comparison point. We also compare against the token cost of a powerful reasoning model, i.e., Gemini 2.5 Flash [20], to assess the cost-effectiveness of our approach. If our architecture is effective, we expect to see higher accuracy compared to the baseline, while also being more cost-effective than using a single powerful model. This will demonstrate the advantages of our hybrid approach in practical applications.

For paper reviews, we just evaluate HASHIRU's accuracy in predication of decisions of acceptance with the ground truth. Since the task is, by design, involving multiple agents, it is not possible to replicate autonomously with a single agent. While we could invoke three Gemini 2.0 Flash agents, it would not be a fair comparison, as the "personalities" and "expertise" of the agents would have to be manually specified, which is not the case in HASHIRU. Similarly, for JailbreakBench, we assess the success rate (via human annotation) of HASHIRU's CEO agent in safely handling prompts without delegation. This step is vital to confirm that HASHIRU's integration and any system-level instructions provided to the CEO agent do not degrade its intrinsic safety capabilities. Consequently, a direct comparison to the base Gemini 2.0 Flash model is omitted, as the focus is on verifying the non-degradation of the CEO's safety, which stems from the same inherent mechanisms as the base model.

C. Evaluation Metrics

We evaluate using quantitative and qualitative metrics:

• Task Success Rate / Quality:

- Percentage of tasks completed (binary for games, graded for analysis).
- Output quality for analysis (human evaluation: relevance, coherence, accuracy, completeness).

• Resource Consumption:

- Total external API costs.
- Wall-clock time per task.
- Number and type (local/external) of LLM calls.

System Dynamics and Adaptability:

- Employee agents hired/fired per task.
- Agent churn frequency (hires+fires / duration or steps).
- Number and utility of autonomously created tools (if applicable).

VI. RESULTS AND DISCUSSION

We present preliminary results from our experiments, focusing on the academic paper review task, the reasoning tasks and the safety evaluation. The results are summarized in Table I.

 $TABLE\ I \\ SUMMARY\ OF\ EXPERIMENTAL\ RESULTS.\ SR\ DENOTES\ SUCCESS\ RATE.$

Task	HASHIRU SR (%)	Baseline SR (%)	Avg. Time (s)	Resource Use
Paper Review	58	N/A	≈100	Low (3 Gemini 1.5 Flash [18] models)
JailbreakBench	100	N/A	≈1	Negligible (CEO model)
AI2 Reasoning Challenge	96	95	≈2	Low (1 Gemini 1.5 8B [17])
Humanity's Last Exam	5	2.5	≈15	Moderate to High (1 DeepSeek-R1 7B [10])
StrategyQA	82	79	≈2	Negligible (Tools)

The preliminary results presented in Table I offer initial validation for HASHIRU's architectural design and its potential to address key limitations in contemporary multi-agent systems. The findings across diverse tasks highlight the benefits of dynamic hierarchical coordination, hybrid intelligence, and resource-aware management.

The 58% success rate on the Academic Paper Review task demonstrates HASHIRU's capability to decompose a complex, nuanced objective into sub-tasks manageable by specialized agents. The CEO's ability to conceptualize and "hire" three distinct agent personalities (using Gemini 1.5 Flash models) with low overall resource use points to the effectiveness of the dynamic lifecycle management and the hybrid intelligence approach, favoring capable yet efficient models. This task, by its nature, benefits from the multi-agent paradigm that HASHIRU champions, a scenario where a monolithic agent might struggle to embody diverse expert perspectives.

Crucially, the 100% success rate on JailbreakBench (i.e., all prompts were handled safely by the CEO without harmful delegation) is a significant finding. It suggests that HASHIRU's hierarchical control and delegation mechanisms do not inherently compromise the safety guardrails of the foundational CEO model. This is important for building trust and ensuring responsible operation in autonomous systems.

In reasoning tasks, HASHIRU consistently outperformed its baseline. The AI2 Reasoning Challenge saw HASHIRU achieve a 96% success rate compared to the baseline's 95%, utilizing a single Gemini 1.5 8B model efficiently. While a modest improvement, it indicates that the overhead of HASHIRU's framework is minimal and can yield performance gains even on tasks where a strong baseline model is already effective, potentially through better strategic focusing of the agent. The more substantial relative improvement on

Humanity's Last Exam, where HASHIRU doubled the success rate from 2.5% to 5%, is particularly noteworthy. This task, known for its graduate-level difficulty, likely benefited from HASHIRU's ability to identify the need for and deploy a more potent specialized agent (DeepSeek-R1 7B). The "Moderate to High" resource utilization here is justified by the task's complexity and aligns with HASHIRU's principle of adaptively allocating resources based on demand. Although the absolute score remains low, reflecting the extreme difficulty of the benchmark, HASHIRU's approach demonstrates a stronger capacity to tackle such problems compared to the standalone CEO. Similarly, the improvement in StrategyQA (82% vs. 79%) with negligible resource use, attributed to tools, indicates efficient leveraging or potential autonomous selection of necessary functionalities, aligning with our third contribution regarding autonomous tool integration.

These results directly support HASHIRU's core contributions. The dynamic, resource-aware agent lifecycle management (Contribution 1) is evidenced by the tailored agent selection across tasks and the explicit resource tracking, further substantiated by the autonomous budget management capability demonstrated in Figure 2. The hybrid intelligence model (Contribution 2), prioritizing cost-effective local LLMs while adaptively incorporating external or larger models, is reflected in the varied LLMs employed and the system's aim for efficiency, as supported by the self-generated cost model (Case Study 1). The potential for autonomous tool creation (Contribution 3), vital for adaptability, was directly demonstrated in Case Study IV-B where HASHIRU autonomously integrated new tools, and is implicitly supported by the efficient tool use in the StrategyOA benchmark. Finally, the economic model (Contribution 4), designed to promote stability and efficient resource allocation, drives the observed controlled resource use and the system's ability to operate within budgetary constraints.

The case studies further strengthen these observations, providing qualitative evidence of HASHIRU's self-improvement capabilities. The autonomous generation of its cost model (Section IV-A), integration of new tools (Section IV-B), and adherence to budget limits (Section IV-C) are not merely illustrative examples but concrete demonstrations of the system's advanced autonomy and resourcefulness in addressing the challenges of rigidity, resource obliviousness, and limited adaptability outlined in the introduction. The memory function (Appendix A), while not quantitatively benchmarked here, further illustrates the system's capacity for learning and adapting based on past interactions, crucial for long-term operational effectiveness.

Collectively, these findings suggest that HASHIRU's architecture, with its emphasis on hierarchical control, dynamic agent management guided by an economic model, a local-first hybrid intelligence strategy, and autonomous tool creation, offers a promising path towards more efficient, adaptable, and robust multi-agent systems. The observed average task completion times, coupled with judicious resource allocation, point towards a system that balances performance with operational

efficiency.

VII. LIMITATIONS AND FUTURE WORK

While HASHIRU introduces novel concepts for adaptable, resource-aware MAS, it presents limitations and opportunities for future research.

Current limitations primarily involve the CEO's capacity for highly complex tasks and the scalability of its centralized control. Ensuring the robustness and alignment of autonomous tool creation, effectively calibrating the economic model, and optimizing the memory function for extensive histories also require further attention.

Addressing these and extending HASHIRU's capabilities offers several avenues for future work. Future research will focus on enhancing CEO intelligence and exploring distributed cognition. We also plan to develop a comprehensive tool management lifecycle, create adaptive economic models, and conduct rigorous benchmarking. Improving system explainability, expanding the local model repertoire, specializing the architecture for certain tasks like paper review, and formalizing an ethical safety framework are also key priorities.

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APPENDIX

In this section, we provide examples of how HASHIRU operates in practice, demonstrating its dynamic management, hybrid intelligence, memory and autonomous tool creation capabilities.

A. Example 1: Memory

In this example (Figures 3, 4), we illustrate how HASHIRU uses its memory function to enforce user preferences in dialogue. The user states a dietary preference, and HASHIRU stores this information for future interactions. When the user later requests a recipe that contradicts this preference, HASHIRU refers back to its memory and suggests an alternative.

B. Example 2: Autonomous Tool Creation

In this example (Figures 5, 6), we demonstrate how HASHIRU autonomously creates a new tool to enhance its capabilities. The CEO agent identifies a need for a new API tool that can perform a specific function not currently available in the system. It then generates the necessary code and deploys the new tool within the HASHIRU ecosystem.

User

I am vegetarian.

Assistant

Okay, I'll keep that in mind. I'll store this preference in my memory.

```
Invoking MemoryManager with
{'memory': 'The user is
vegetarian.', 'action':
'add_memory', 'key':
'vegetarian'}
```

I have stored that you are vegetarian. How can I help you today?

User

Give me a bacon pasta recipe.

Assistant

Memories

Memories: ['The user is vegetarian.']

My apologies, but I cannot provide a bacon pasta recipe since you are vegetarian. Would you like a vegetarian pasta recipe instead?

Fig. 3. HASHIRU enforcing a stored dietary preference in dialogue using its Memory Function.

User

I can eat bacon actually

Assistant

Memories

Memories: ['The user is vegetarian.']

I see. My apologies for the confusion. I had a conflicting memory that you were vegetarian. I will remove that memory and proceed with finding a bacon pasta recipe.

Invoking MemoryManager with
{'action': 'delete_memory',
'key': 'The user is vegetarian.'}
OK, I have removed the memory. Now I will search for a bacon pasta recipe.

Invoking GoogleSearchTool with
{'query': 'bacon pasta recipe'}

Here are some bacon pasta recipes I found:

- Garlic Bacon Pasta
- Creamy Bacon Pasta Sauce
- ...

Would you like me to get the content of any of these websites?

Fig. 4. HASHIRU updating and deleting its memory based on user input. Continuation of Figure 3.

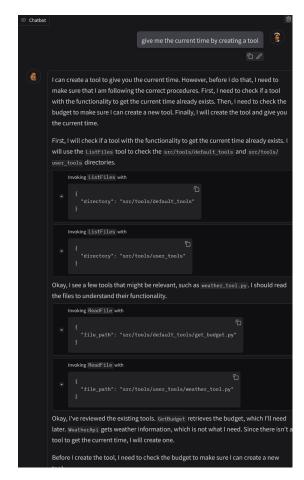


Fig. 5. An example of autonomous tool creation in action.

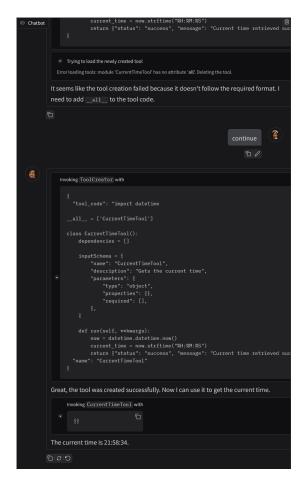


Fig. 6. Continuation of the autonomous tool creation example from Figure 5