# Taxi Routing Optimization

Tinghan (Joe) Ye, David Shmoys School of Operations Research and Information Engineering CornellEngineering **Operations Research** and Information Engineering

**Cornell University** 

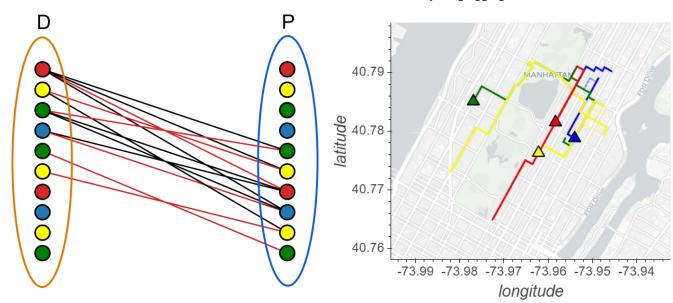
### INTRODUCTION

Bipartite Graph for Taxi Routing

- Consider a bipartite graph G = (D, P, E)
- Let  $D = \{(d_1, T_1^d), \dots, (d_n, T_n^d)\}$  denote the set of drop-off nodes,  $P = \{(p_1, T_1^p), \dots, (p_n, T_n^p)\}$  denote the set of pickup nodes, where there taxi trips be covered, to  $N = \{(p_1, T_1^p, d_1, T_1^d), \dots, (p_n, T_n^p, d_n, T_n^d)\}; i.e., the i<sup>th</sup> trip picks up a$ passenger at time  $T_i^p$  at point  $p_i$  and drops off the fare at time  $T_i^d$  at point  $d_i$ ,  $i \in \{1, \dots, n\}$
- $E = \left\{ \left\{ \left( d_i, T_i^d \right), \left( p_j, T_j^p \right) \right\} : T_j^p T_i^d \delta \le time(d_i, p_j) \le T_j^p T_i^d \right\}$
- Elapsed time between the drop-off time for  $d_{\rm i}$  and the pickup time for  $p_i$ , that is,  $T_i^p - T_i^d$ , is at least the time needed to travel between these two points  $time(d_i, p_i)$  and at most  $time(d_i, p_i) + \delta$ ; hence, the taxi can reach the new pickup in time, and does not need to wait more than  $\delta$  minutes for the pickup to be ready

**Lemma** Given any matching of size m, there exists a covering of all ntrips with n-m taxis

Application: Maximum cardinality matching gives rise to the minimum number of taxis that cover all trips [1][2]

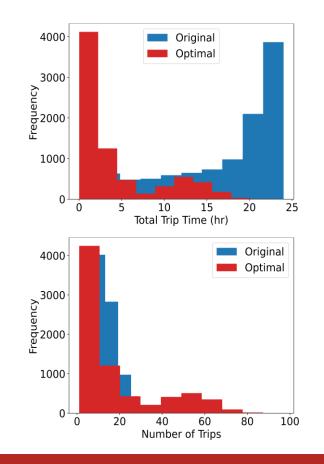


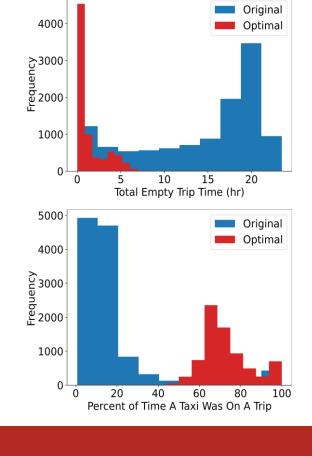
- ☐ An example of 10 trips that can be covered by 4 taxis
- $\square$  Maximum cardinality matching (m = 6) is colored in red
- Nodes are colored with respect to their corresponding taxi routes

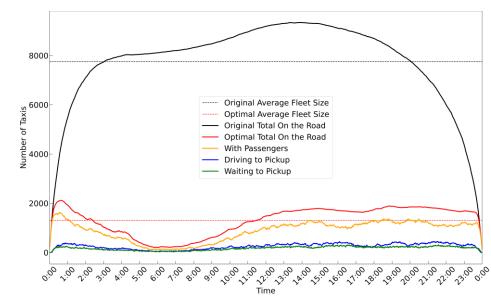
#### **COMPUTATIONAL RESULTS**

The optimal taxi routing (with  $\delta = 10$ ) is compared with the actual one

- Total number of taxis that covers all trips reduces from 11568 to 7475, a 35% reduction
- Total trip time and empty trip time are greatly reduced, from 16.1 to 4.2 hours and from 14.3 hours to 1.4 hours, respectively, on average
- To offset the reductions in trip time, the number of trips and on-trip percentage are largely increased, from 11.3 to 17.5 and from 17.1% to 72.6% respectively, on average







A comparison of the time distribution of the optimal taxi fleets (with breakdown) and the actual taxi fleets

On average, number of circulating taxis reduces from 7748 to 1300, an 83% reduction

### THEORETICAL RESULTS

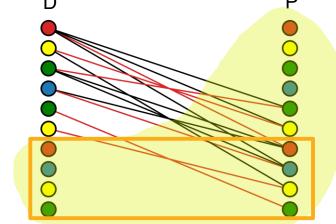
Min-max theorem is an important concept in solvable discrete optimization problems; a min-max theorem is proved in the taxi routing problem

• Consider a simpler setup:  $E = \{ (d_i, T_i^d), (p_j, T_j^p) \} : time(d_i, p_j) \le 1$  $T_i^p - T_i^d$ ; no upper bound ( $\delta$ ) to the waiting time

**Definition** Any two trips  $N_i$  and  $N_j$  are considered *compatible* with each other if a taxi can reach from  $d_i$  to  $p_i$  or from  $d_i$  to  $p_i$  in time

**Proposition** Consider two disjoint set  $P = \{p_1, \dots, p_n\}$  and D = $\{d_1, \dots, d_n\}$  and a subset  $I \subseteq P \cup D$ , where |I| = n + k, for some  $k \ge 0$ ; then there exists a subset  $K \subseteq \{1, \dots, n\}$  where |K| = k and  $S = \bigcup_{i \in K} \{p_i, d_i\} \subseteq I$ 

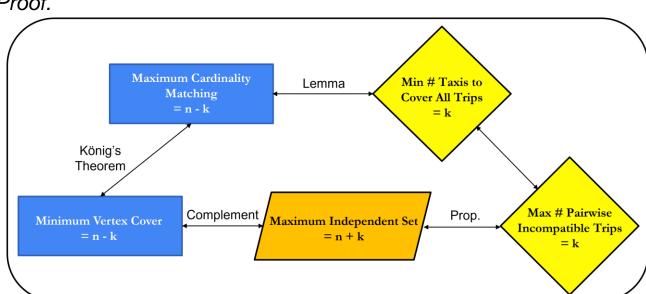
Application: An independent set of size n + k (nodes in shaded region) leads to kthat are *pairwise* incompatible (orange box)



#### **Theorem**

The maximum size of a set of trips that are pairwise incompatible is equal to the minimum number of taxis needed to cover all trips

Proof.



## **FUTURE WORK**

- The dual object when there's an upper bound ( $\delta$ ) to the waiting time for the new pickup?
- An optimal taxi routing that accounts for drivers' rest times

### **REFERENCES**

- [1] Vazifeh, Mohammad M., et al. "Addressing the minimum fleet problem in ondemand urban mobility." Nature 557.7706 (2018): 534-538.
- [2] Zhan, Xianyuan, et al. "A graph-based approach to measuring the efficiency of an urban taxi service system." IEEE Transactions on Intelligent Transportation Systems 17.9 (2016): 2479-2489.