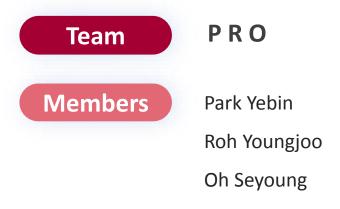
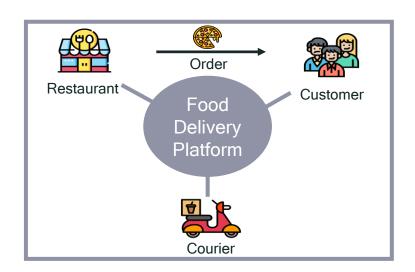
# 2024 Optimization Grand Challenge

Effective Bundle Enumeration and Tree-structured Improvement



#### **Backgrounds and Theoretical Basis**





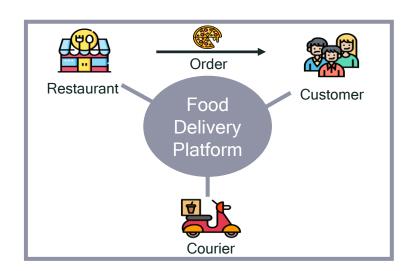
### Multiple Pickup and Delivery Problem

- NP-hard
- Limitation of Column Generation on Set partitioning Formulation



Practical and general solution approach for real-world scale instances by leveraging structural advantages

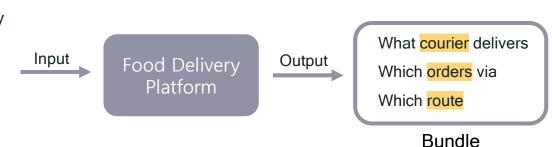
#### **Backgrounds and Theoretical Basis**



- Order
- pickup, delivery
- time window
- volume

#### Courier

- capacity
- speed
- availability



### Multiple Pickup and Delivery Problem

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Practical and general solution approach for real-world scale instances by leveraging structural advantages

$$\min \quad \sum_{r \in \Omega} c_r \mathbf{x}_r$$

s.t. 
$$\sum_{r \in \Omega} a_{ir} \mathbf{x}_r = 1 \quad \forall i$$

$$\sum_{r\in\Omega} \mathbf{x}_r = |V|$$

$$\mathbf{x}_r \in \mathbb{B} \quad \forall r \in \Omega$$

perfect formulation

if bundles are subtrees from a specific tree

lotation n

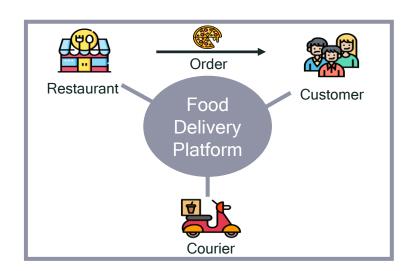
n: number of requesV: set of vehicles

 $\ell$ : set of feasible routes r: cost of route  $r \in \Omega$ 

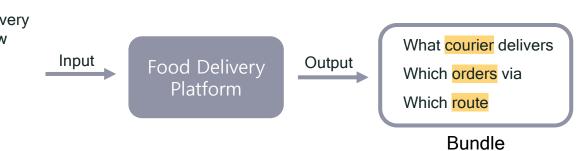
 $a_{ir}$ : binary constant, 1 if route  $r \in \Omega$  includes request i

**Variables**  $\mathbf{x}_r$ : binary variable, 1 if route  $r \in \Omega$  includes request i

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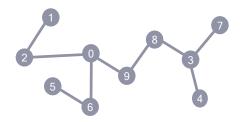
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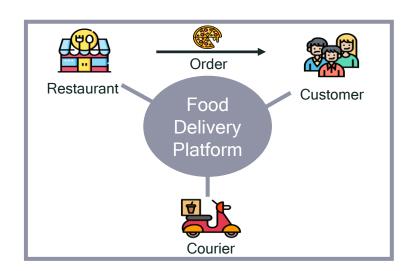
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#### **Subtrees on Tree**

- Tree : an undirected, connected, acyclic graph
- · Subtree: subgraph of the tree



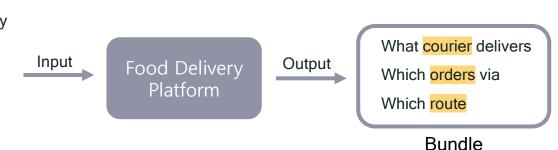
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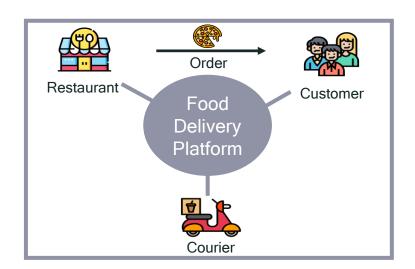
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#### **Subtrees on Tree**

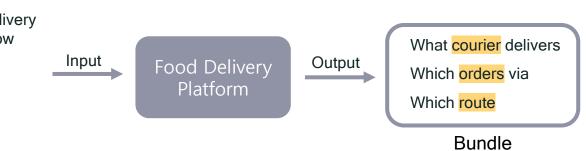
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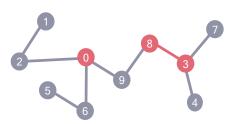
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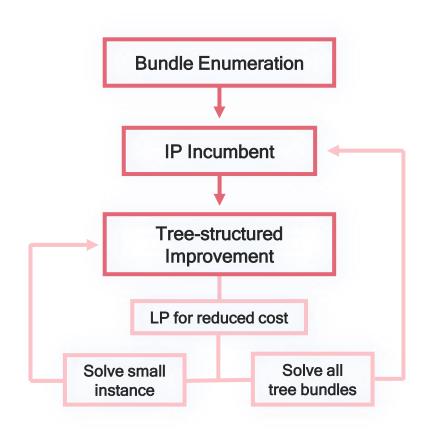
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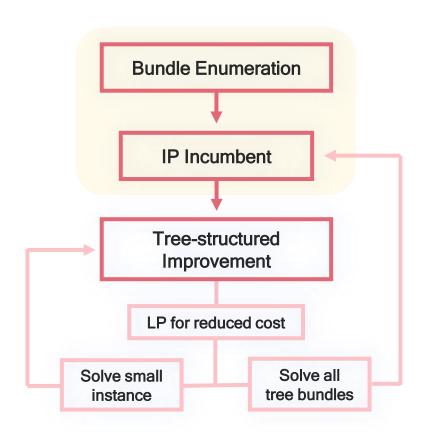


**Logics and Details** 



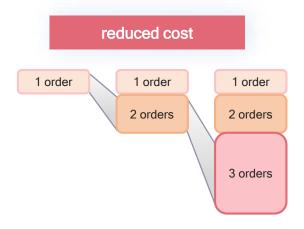
< Algorithm Flowchart >

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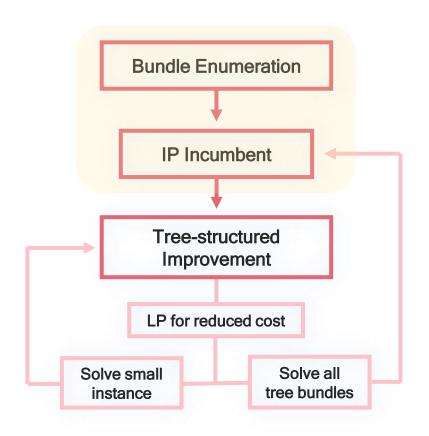
### 1. Bundle Enumeration

- Bundle: [ What courier delivers, Which orders via, Which route ]
- Profitable Bundle Enumeration



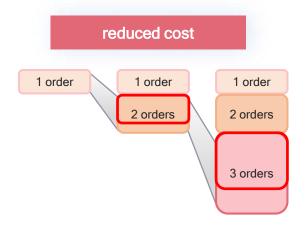
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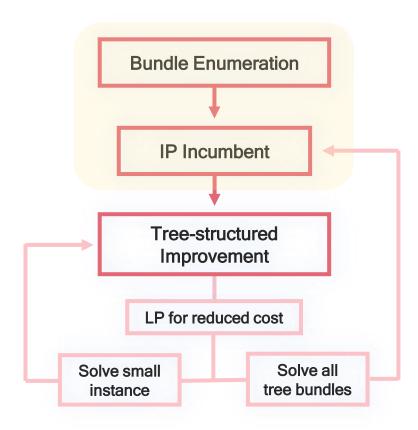
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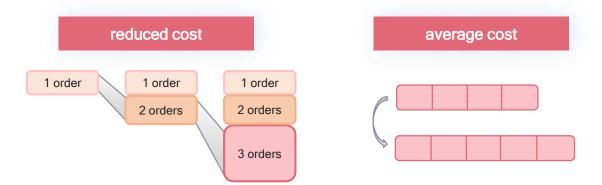
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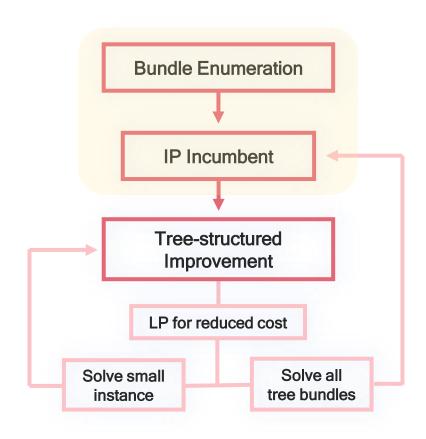
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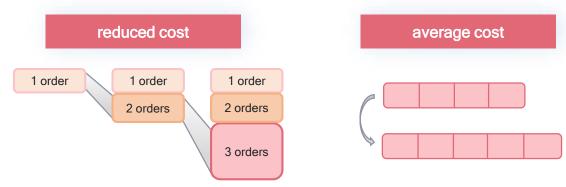
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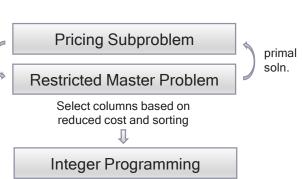


dual soln.

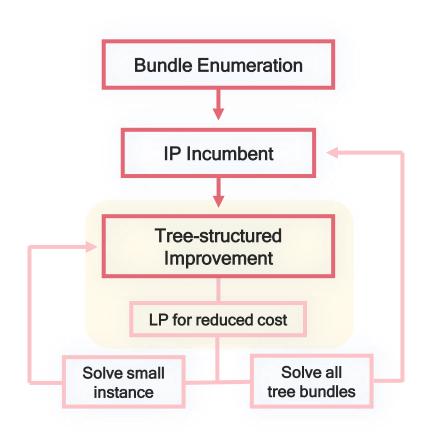
(reduced cost)

### 2. IP Incumbent

- Column Selection by LP
- Restricted IP using selected columns



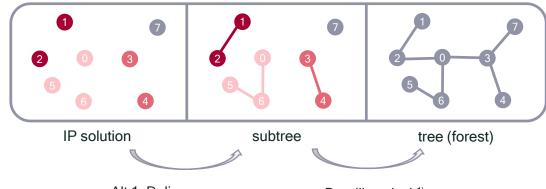
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< Algorithm Flowchart >

### 3. Tree-structured Improvement

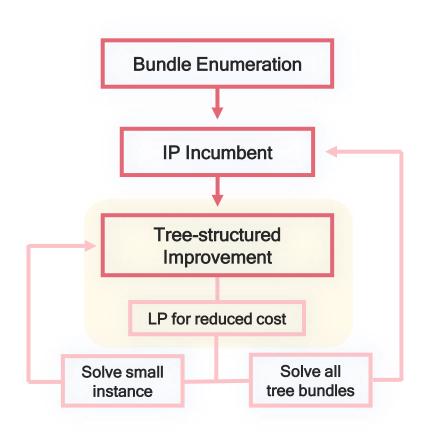
#### 3-1. Tree Construction from IP Solution



- Alt 1. Delivery sequence
- Alt 2. Pickup sequence
- Alt 3. Deadline slack

Deadline slack<sup>1)</sup>

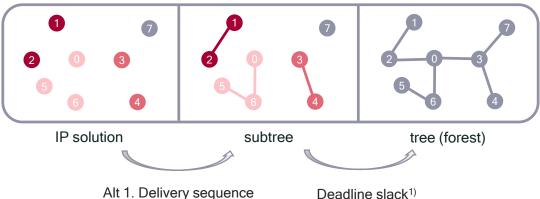
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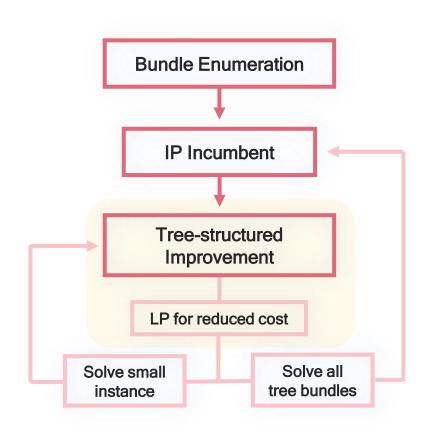


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#### 3-2. LP for reduced cost and tree improvement



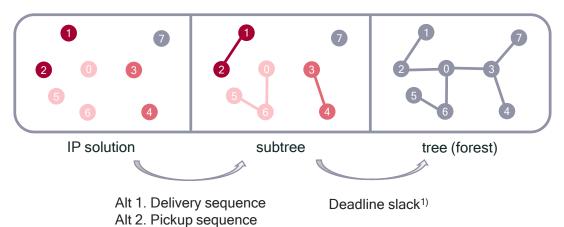
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< Algorithm Flowchart >

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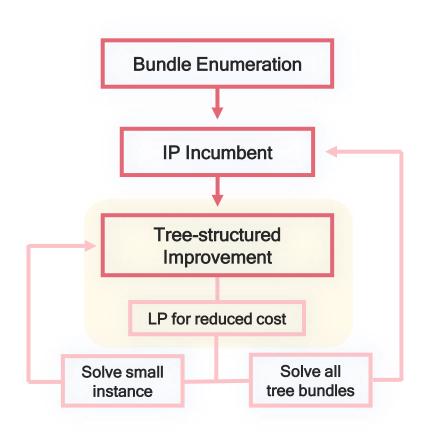


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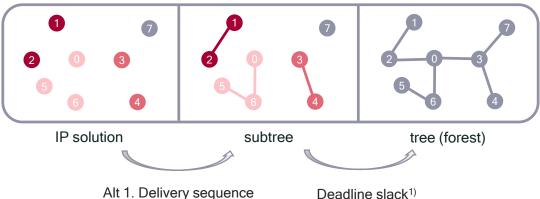
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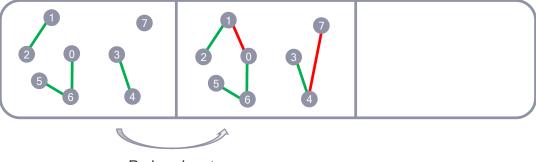
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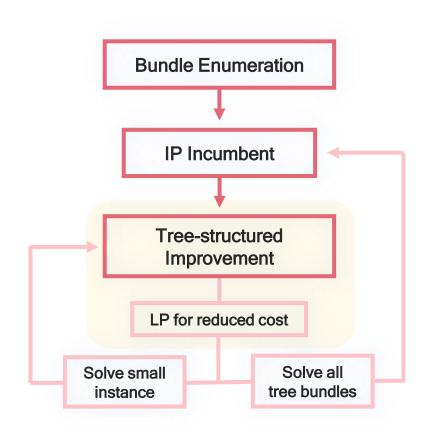
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Reduced cost

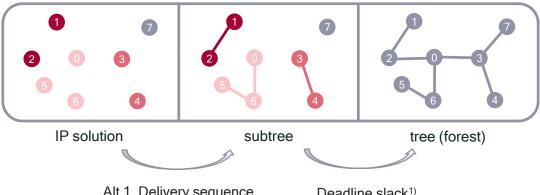
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### 3. Tree-structured Improvement

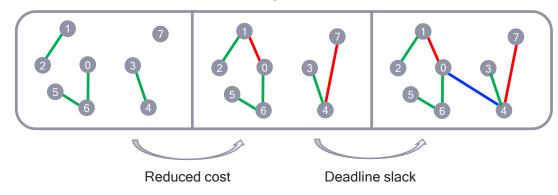
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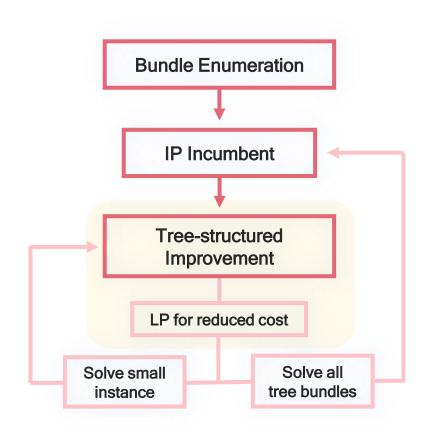
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1) Deadline slack = deadline - service time - arrival time

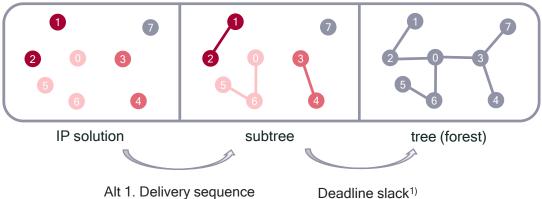
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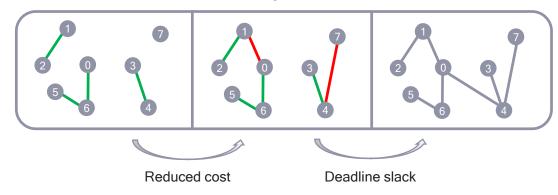
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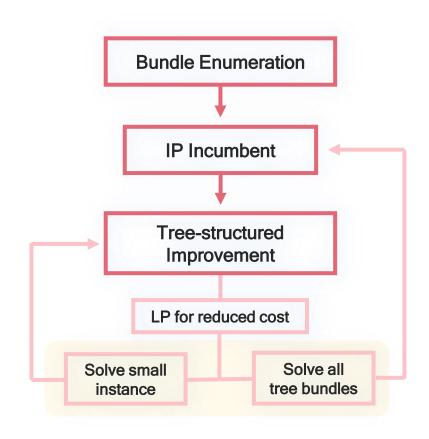
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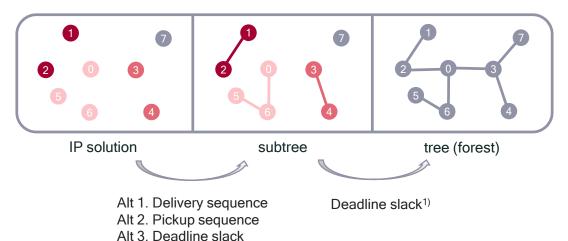
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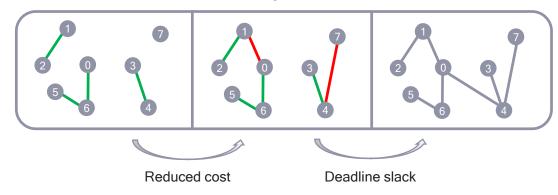
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# **Computational Implementations**

#### **Skills and Environments**

### Implementations

Languages	С	for implementing all core algorithms
	Python	for handling data input and solution output
Packages	FICO Xpress	for optimization tasks
	pthread	for multithreading and parallel processing in bundle enumeration
	hashmap	for efficient data management using hash maps (open source)

### Computational Environments

►Intel Core i7-4770S CPU processor (3.10GHz with 16GB RAM)

#### Instances

▶stage 1, 2, 3 problems from OGC2024 & TEST instances from OGC2024

- 500 orders instances : stage 2-1, stage 2-3, stage 2-5, TEST 2-4, TEST 2-5

- 1000 orders instances: stage 2-2, stage 2-4, stage 2-6, TEST 2-1, TEST 2-2

- 2000 orders instances: stage 3-1, stage 3-2, stage 3-3, TEST 3-1, TEST 3-2

# **Key Strengths**

Algorithmic Advantages and Related Results

**Bundle Enumeration** 

More Time Gain with Less Solution Quality Loss



where avg gap = avg( 
$$\frac{obj - best \ obj}{best \ obj}$$
 ) × 100 (%) with best obj from 300s time limit

# **Key Strengths**

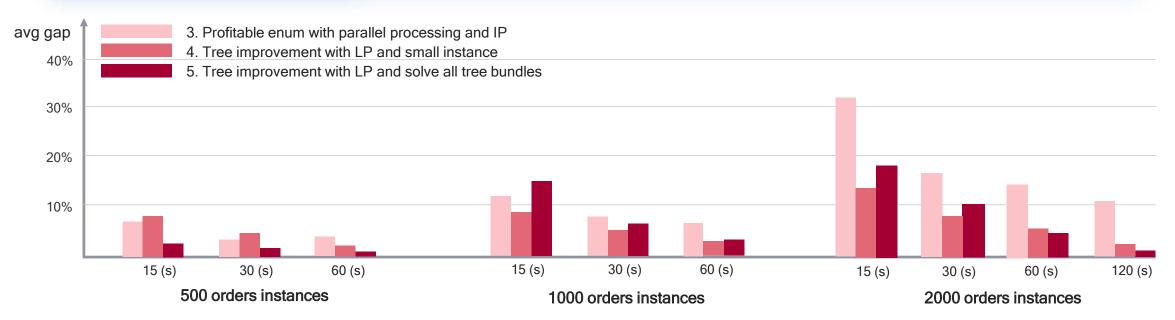
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- Longer bundles observed
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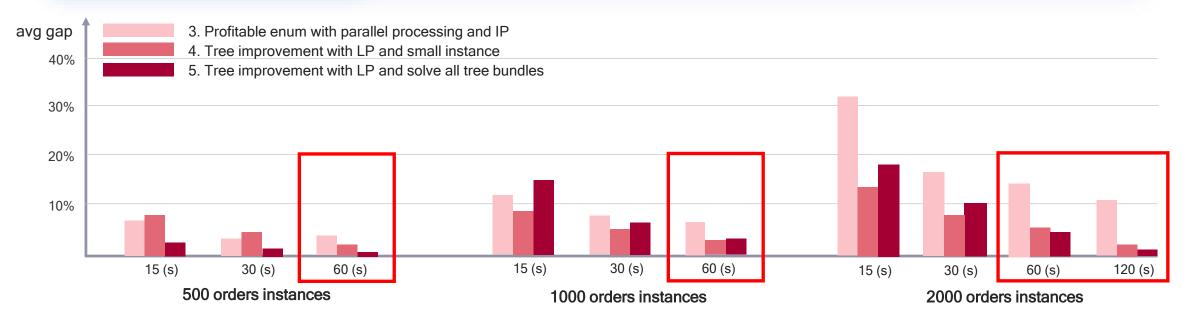
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- Independent Stage Enhancements
  - ► Targeted improvements for each component (Bundle Enumeration / Tree Improvement)

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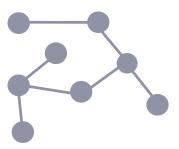
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  - ▶Incremental algorithm suitable for real-time order changes



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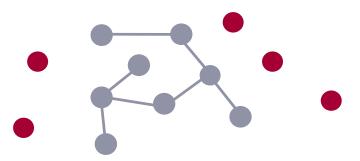
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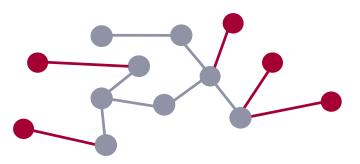
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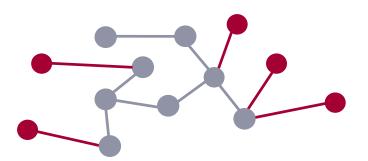


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### Participation Experience

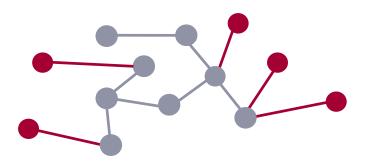
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  - ▶ Regularly changing scoring instances for each stage, instead of fixed instances
- ▶ Providing additional information (e.g., amount of time exceeded, obj value), when the time limit is surpassed

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### **Participation Experience**

- Suggested Future Directions for OGC
  - Regularly changing scoring instances for each stage, instead of fixed instances
  - ▶ Providing additional information (e.g., amount of time exceeded, obj value), when the time limit is surpassed
- Reflections on Participation
  - Opportunity to explore algorithms suitable for real-world problems using provided data
  - ► Chance to develop and advance research topics

# Thank You!

Team PRO

