# **RAG System Architecture Report**

### **Executive Summary**

This document outlines a Retrieval-Augmented Generation (RAG) system that enables intelligent document querying through semantic search and response generation. The system uses a two-stage retrieval approach with vector similarity search and cross-encoder re-ranking for accurate, contextually relevant responses.

### **System Architecture**

#### **Core Components**

**Vector Database**: ChromaDB (./chroma\_db) - Stores document embeddings for fast similarity search

Embedding Model: mxbai-embed-large (Ollama) - Converts text to vector representations

Language Model: Llama 3.2 3B (Ollama) - Generates responses from retrieved context

**Re-ranking**: CrossEncoder - Improves relevance scoring of retrieved documents

#### **Process Flow**

#### 1. Initialization

System loads ChromaDB, embedding model, and LLM, preparing all components for query processing.

#### 2. Query Processing

- User submits query
- System performs semantic search for top-5 relevant document chunks
- If no results found: Returns "no documents found"
- If results found: Proceeds to re-ranking

#### 3. Re-ranking and Selection

CrossEncoder re-ranks retrieved chunks and selects top-2 for optimal context balance.

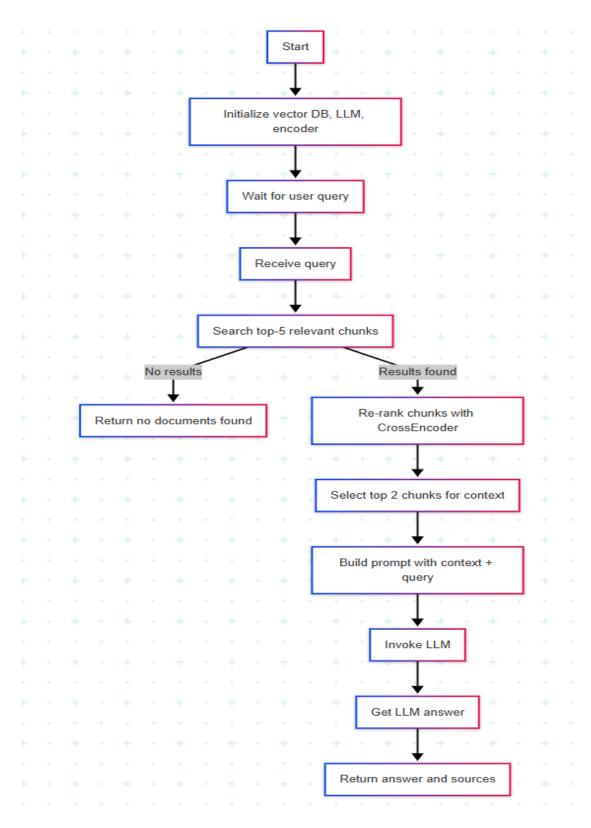
#### 4. Response Generation

Selected chunks are combined with the user query to build an enhanced prompt. Llama 3.2 processes this prompt to generate the final response.

### 5. Output

System returns generated answer with source references for transparency.

## **Flow Chart**



### **Technical Specifications**

Component	Technology	Configuration
Vector DB	ChromaDB	Local storage
Embeddings	mxbai-embed-large	Via Ollama
LLM	Llama 3.2	3B parameters
Retrieval	Two-stage	Top-5 → $Top-2$

# **Key Benefits**

Enhanced Accuracy: Two-stage retrieval with re-ranking improves response relevance

**Local Deployment**: On-premises processing ensures data privacy and eliminates API dependencies

Source Attribution: Provides transparent sourcing for generated responses

Cost Effective: No ongoing cloud API costs with local model deployment

### **Implementation Requirements**

Hardware: GPU-recommended for optimal model performance

Storage: Adequate disk space for vector database and model files

Memory: Sufficient RAM for concurrent model operations

### **Conclusion**

This RAG architecture delivers efficient, accurate document querying through modern vector search and language generation technologies. The two-stage retrieval design balances performance with accuracy, while local deployment ensures privacy and operational independence.