# Optimizations in Airline Industry

### Ground Holding Policy Problem(GHPP)

- Airport landing capacity varies due to weather
- Forecasts of a particular day known
- Expected delay at destination airport => depart lately
- Ground delay better than airborne delay
- Need to minimise total Ground + air delay cost
- Two versions: Single & Multi airport

# **Assumptions**

We assumed a simple single Airport model to start with

Assume **N** flights

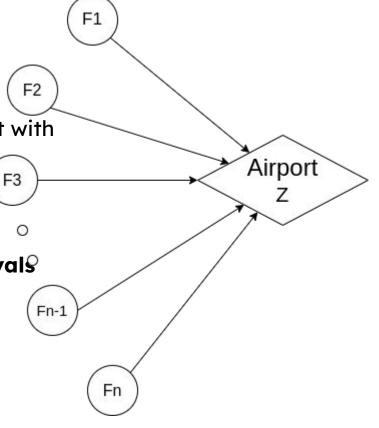
Each flight has a scheduled arrival time at **Z**.

Time period of Interest [0, B] divided into **T interval**?

• Simplifies the objectives, constraints

Delaying the departure causes **Ground Delay** 

Delaying the landing causes Air Delay



## Assumptions

- Ground delays less costly
- Airport landing capacity [ $C_1, C_2, \ldots, C_T$ ] known through forecasts
- Assume all flights can land by the end of time period
- Schedule of the flights is fixed, and known

X<sub>ij</sub>: # of flights scheduled to land at i, but landed at j
 W<sub>i</sub>: # of flights delayed in air at time slot i, due to capacity limitations

### Problem formulation

Decision Variables : 
$$\mathbf{X}_{ij}$$
,  $\mathbf{W}_i \in \mathbb{Z}$   $1 \le i \le T$ ,  $j \ge i$  
$$\Sigma_{j \text{ in } [i,T+1]} X_{ij} = N_i \quad \forall \ 1 \le i \le T$$
 
$$W_i \ge \Sigma_{j \text{ in } [1,i]} X_{ji} + W_{i-1} - C_i \quad \forall \ 1 \le i \le T$$
 
$$X_{ii} , W_i \ge 0$$

Min 
$$\Sigma_{i \text{ in } [1,T]} \Sigma_{j \text{ in } [i+1,T+1]} X_{ij} (j-i)G + \Sigma_{i \text{ in } [1,T]} W_i A$$

### **Probabilistic Version**

Decision Variables: 
$$X_{ij}$$
,  $W_{iq} \in \mathbb{Z}$   $1 \le i \le T$ ,  $j \ge i$ ,  $1 \le q \le Q$ ,  $X_{ij}$ ,  $W_{iq} \ge 0$ 

- X<sub>ii</sub> remains the same
- But waiting constraints, variables differ for each forecast bcz landing capacities are different.
- The forecast is  $[C_{1q}, C_{2q}, ....., C_{Tq}]$  with probability  $p_q$ , where  $1 \le q \le Q$ .

### **Formulation**

Decision Variables : 
$$\mathbf{X}_{ij}$$
,  $\mathbf{W}_{iq} \in \mathbb{Z}$   $1 \le i \le T$ ,  $j \ge i$  
$$\Sigma_{j \text{ in } [i,T+1]} X_{ij} = N_i \quad \forall \ 1 \le i \le T$$
 
$$\mathbf{W}_{iq} \ge \Sigma_{j \text{ in } [1,i]} X_{ji} + \mathbf{W}_{(i-1)q} - \mathbf{C}_{iq} \quad \forall \ 1 \le i \le T$$
 
$$X_{ii} , \mathbf{W}_{iq} \ge 0$$

Min 
$$G\Sigma_{i \text{ in } [1,T]} \Sigma_{j \text{ in } [i+1,T+1]} X_{ij} (j-i) + A\Sigma_{q} P_{q} (\Sigma_{i \text{ in } [1,T]} W_{iq})$$

### Introducing Aircraft Types

Decision Variables will be indexed by extra "k" denoting the type of aircraft:  $X_{ijk}$ ,  $W_{iq} \in \mathbb{Z}$   $1 \le i \le T$ ,  $j \ge i$ ,  $1 \le q \le Q$ ,  $1 \le k \le K$   $X_{ijk}$ ,  $W_{iq} \ge 0$ 

• All the constraints have to include "k"

### **Formulation**

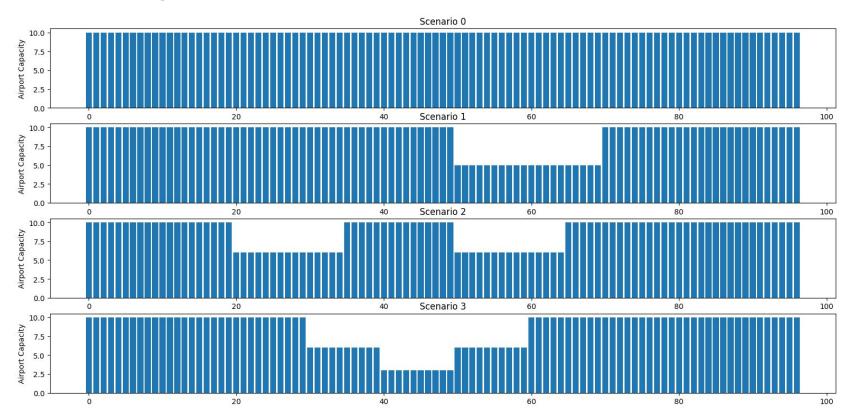
Decision Variables : 
$$\mathbf{X}_{ijk}$$
,  $\mathbf{W}_{iq} \in \mathbb{Z}$   $1 \le i \le T$ ,  $j \ge i$  
$$\Sigma_{j \text{ in } [i,T+1]} X_{ijk} = N_{ki} \quad \forall \ 1 \le i \le T$$
 
$$W_{iq} \ge \Sigma_k \Sigma_{j \text{ in } [1,i]} X_{jik} + W_{(i-1)q} - C_{iq} \quad \forall \ 1 \le i \le T$$
 
$$X_{ijk}, W_{iq} \ge 0$$

$$\mathbf{Min} \; \sum_{\mathbf{k}} \mathbf{G}_{\mathbf{k}} \sum_{i \text{ in } [1,T]} \sum_{j \text{ in } [i+1,T+1]} \mathbf{X}_{ijk} (j-i) + \mathbf{A} \sum_{q} \mathbf{p}_{\mathbf{q}} (\sum_{i \text{ in } [1,T]} \mathbf{W}_{iq})$$

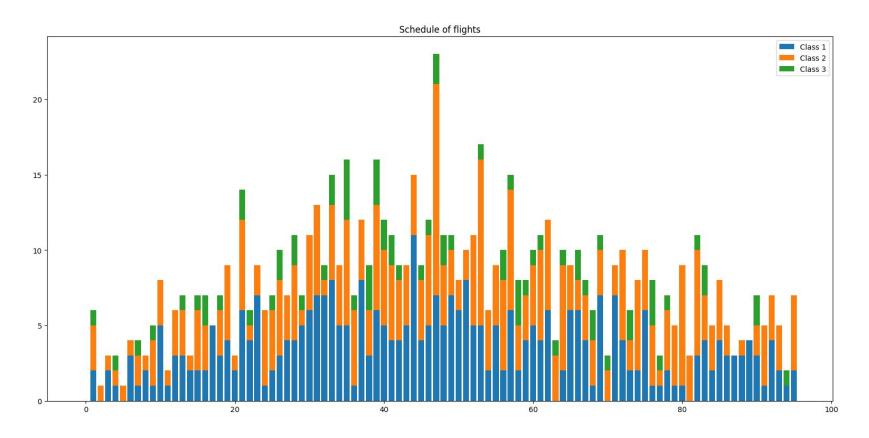
### Assumptions & Implementation

- Time intervals of 15 min each (96 Intervals)
- Q = 4 Capacity Scenarios
- K = 3 Aircraft classes: small, medium, large 45 : 45 : 10%
- Generated a Random schedule, slightly concentrated towards the center to almost 80% of the Maximum capacity
- Compared the algorithm with 3 other algorithms
  - PASSIVE: No ground Holding
  - AVERAGE : considers an average scenario
  - Most Likely : most likely weather scenario
- Ground Costs: [ 150, 200, 400 ]
- Air costs per period : 500, 600, 750

# Capacity Scenarios

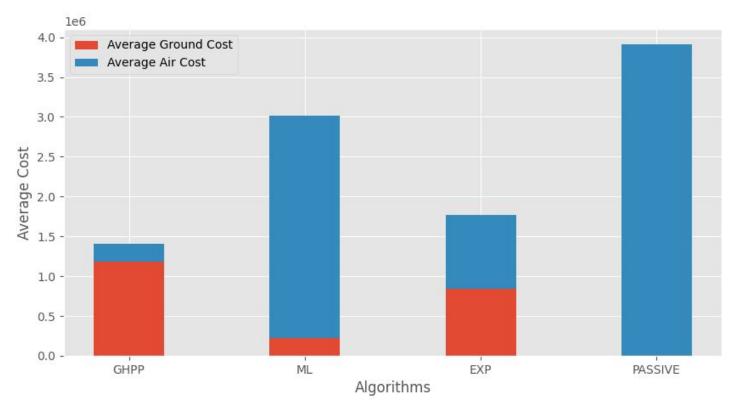


### **Generated Schedule**

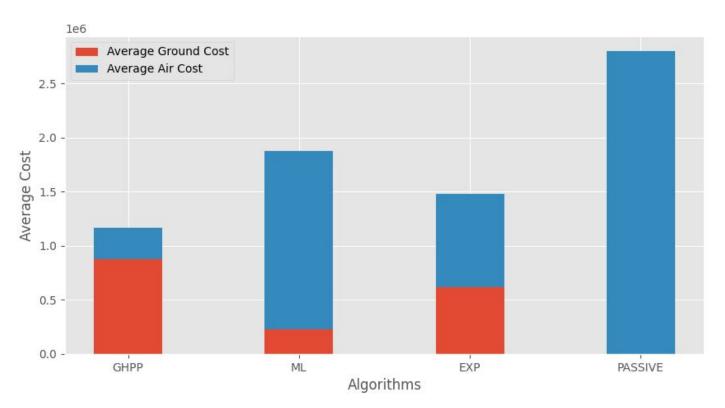


# RESULTS

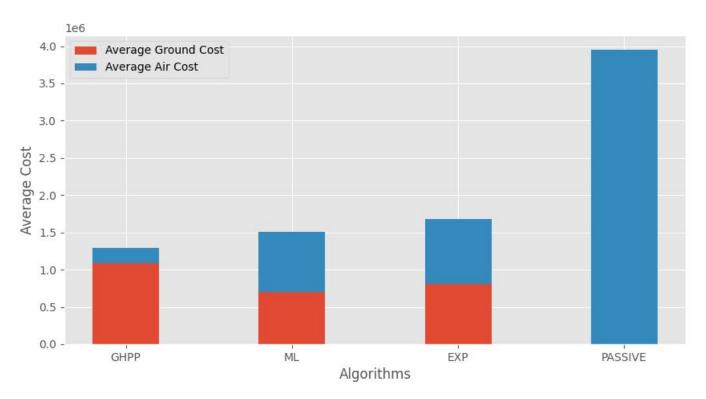
0.25 0.25 0.25 0.25



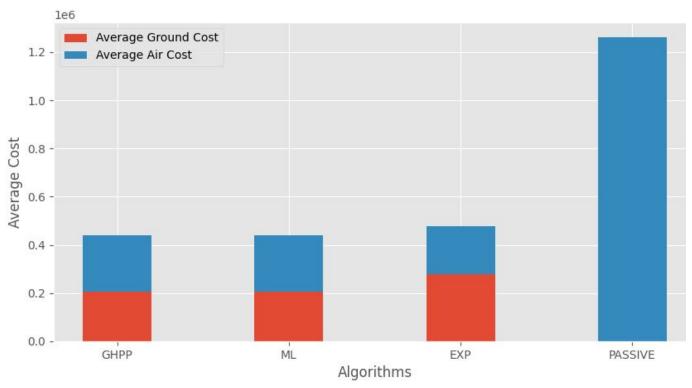
0.5 0.2 0.2 0.1



0.1 0.4 0.3 0.2

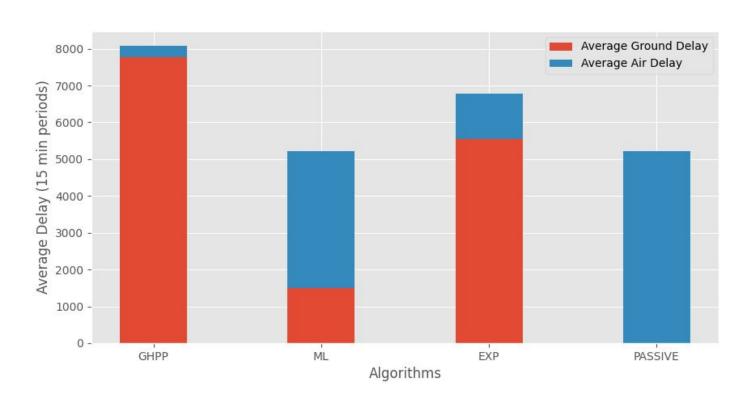


0.9 0.1 0.0 0.0

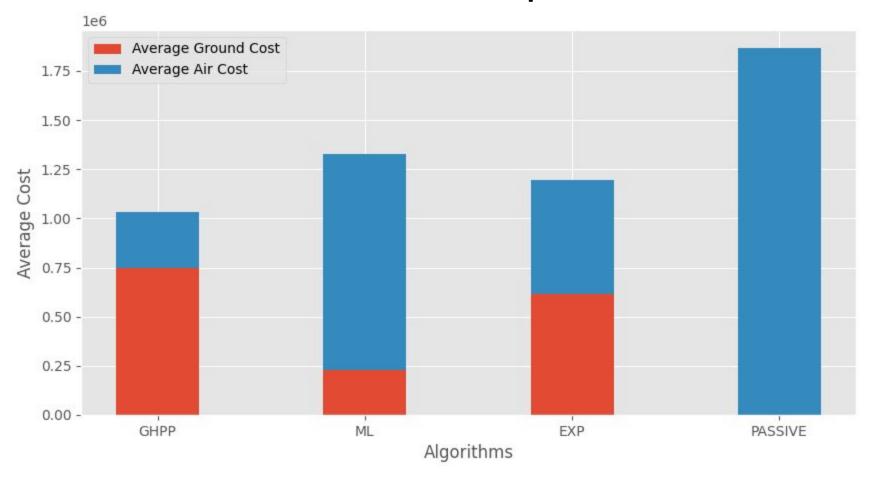


### Average Delay [Case 1]

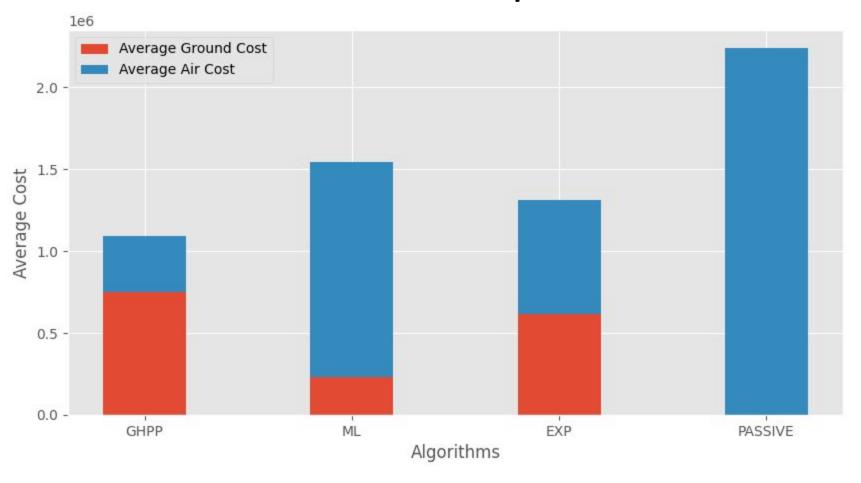
0.25 0.25 0.25 0.25



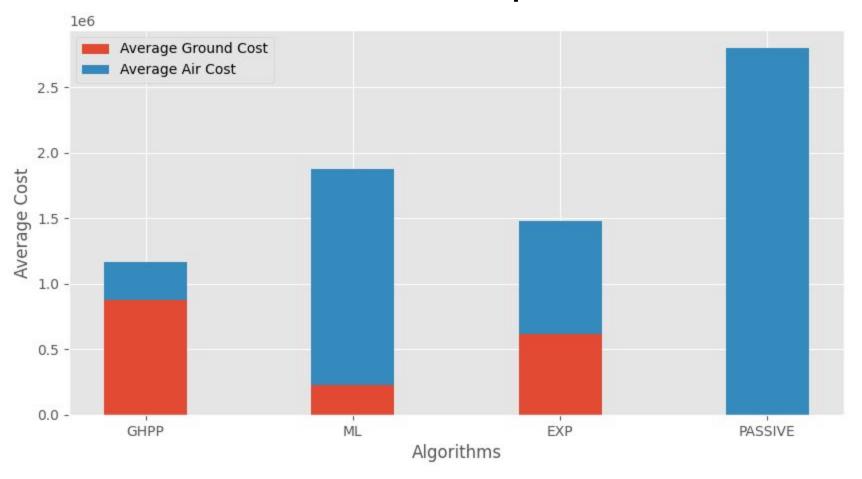
### **Effect of Cost: 500\$/period**



### **Effect of Cost: 600\$/period**



### **Effect of Cost: 750\$/period**



### **Distribution of Ground Holding**

Scenario 1

