

# The Empty Freight Car Distribution Problem

in collaboration with  **SCHENKER**

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# Problem Definition

## Situation:

- ❖ Loading and unloading of freight cars in different locations
- ❖ Unloading freight cars → supply
- ❖ Loading freight cars → demand

## Problem:

At some places: # supply  $\neq$  # demand



**Empty freight car movements**

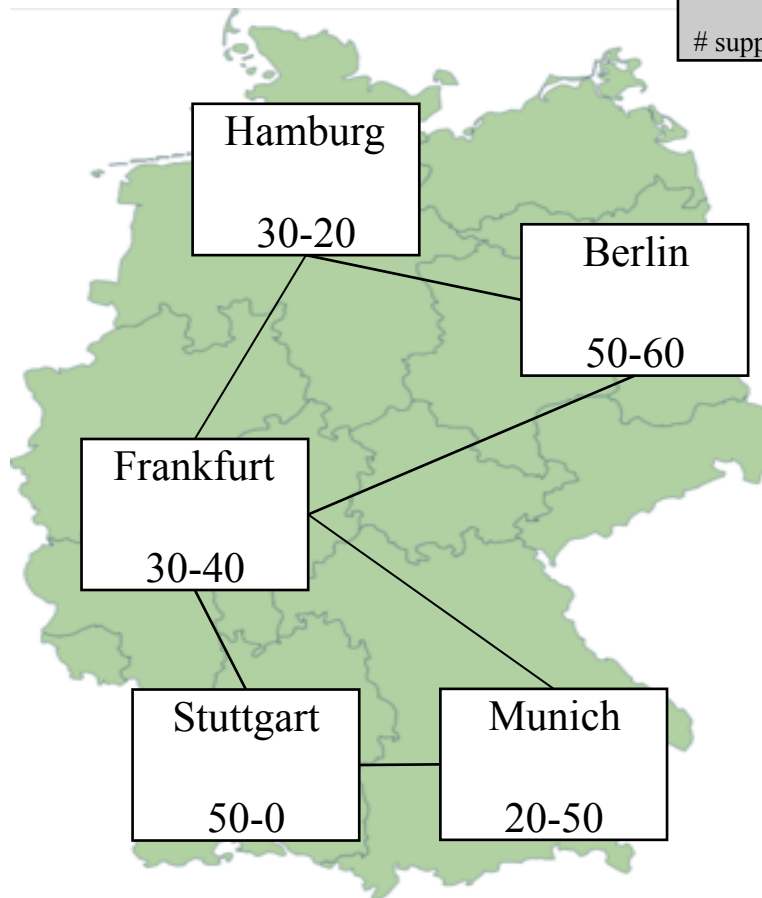
## Aim:

**Empty Freight Car Distribution with minimum transport costs**

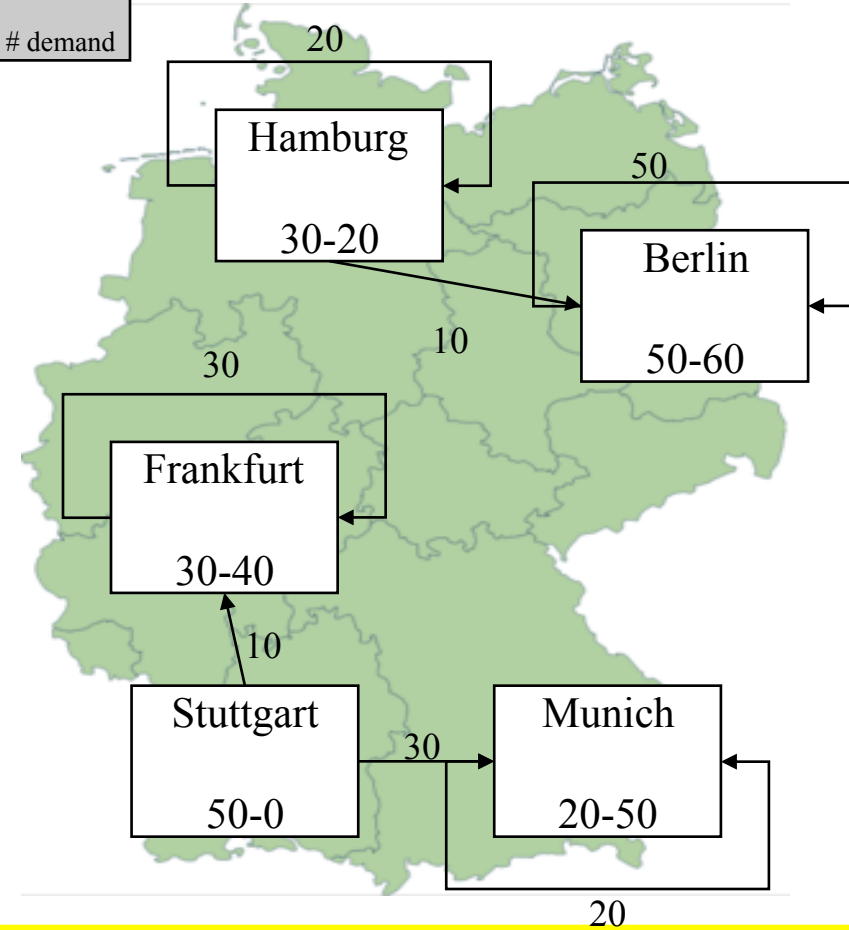
- Problem Definition
- Example
- Supplies / Demands
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- Algorithmic Approach
- The Reality

# Example

Initial situation



Proposal for solution



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# Supplies / Demands / Connections

## Supply

- ❖ Place of supply
- ❖ Number of cars
- ❖ Disposal time

## Demand

- ❖ Place of demand
- ❖ Number of cars
- ❖ Required time

**Suitable train connection**

**(Parts of) supply can satisfy demand (in parts)**

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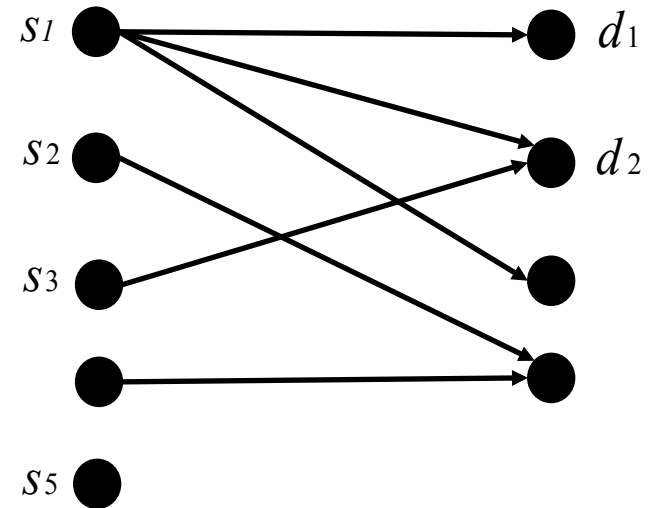
## Components:

- (1) Supply-Level
- (2) Demand-Level
- (3) Connection-Level



$G=(V,R)$  with

- ❖  $V= \{\text{supply set } S, \text{ demand set } D\}$
- ❖  $R=\{(s,d) \in S \times D: \text{if } s \text{ can satisfy } d\}$



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# Initial Network Model II

„How can we model how much cars a supply / demand contains of?“

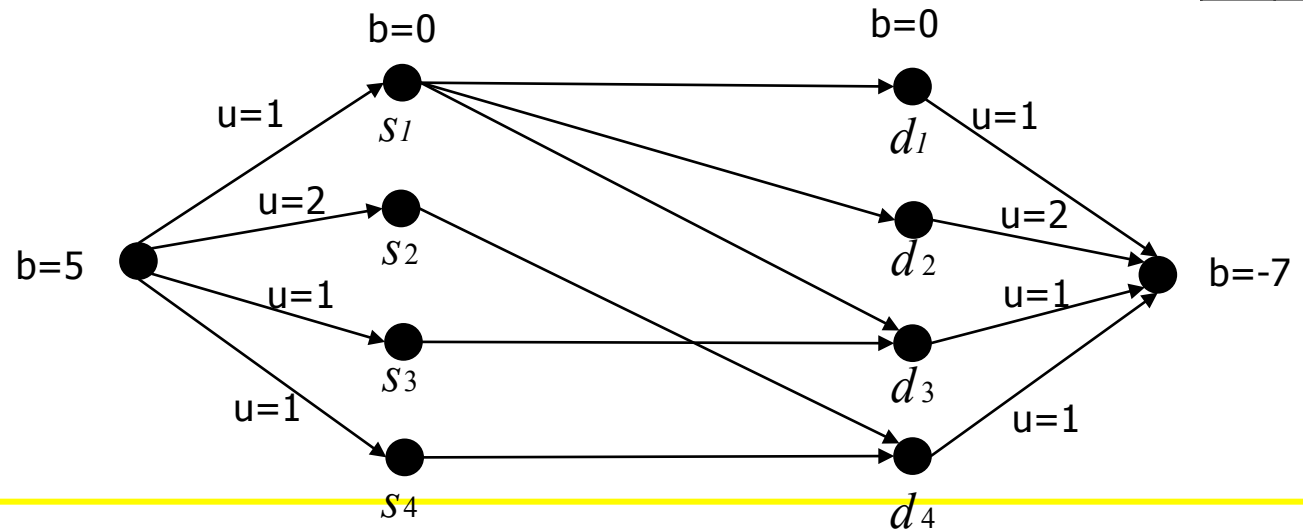


## Extension of the Network Model

➔ Add a global sink / source, edges and capacities  $u$

➔ Add a excess funktion  $b: V \rightarrow \mathbb{Z}$

$i$	$s_i$	$d_i$
1	1	1
2	2	2
3	1	3
4	1	1



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## Consider the distribution problem as a network flow problem

- ❖ Existence of efficient algorithms
- ❖ Integer Solution when integer input data
- ❖ Taking advantage of special network structures



**Modelling generates a minimum cost flow problem:**

$$\min \sum_{(i,j) \in R} c_{i,j} \cdot x_{i,j}$$

$$\sum_{i:(i,j) \in R} x_{i,j} - \sum_{i:(j,i) \in R} x_{j,i} = b(j) \text{ for all } j \in A \cup B \quad (*)$$

$$0 \leq x_{i,j} \leq u_{i,j} \text{ for all } (i,j) \in R \quad (**)$$

(\*) mass balance constraints

(\*\*) capacity constraints

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## Successive-Shortest-Path Algorithm (SSP)

- ❖ Conceptual easy approach
- ❖ Pseudo-polynomial running time
- ❖ Transformation into weak polynomial algorithms using scaling techniques

### Procedure:

**As long as** there exists a path between unbalanced source and sink **do**:

- (1) Send flow from source to sink along a shortest path in the residual network
- (2) Update: network

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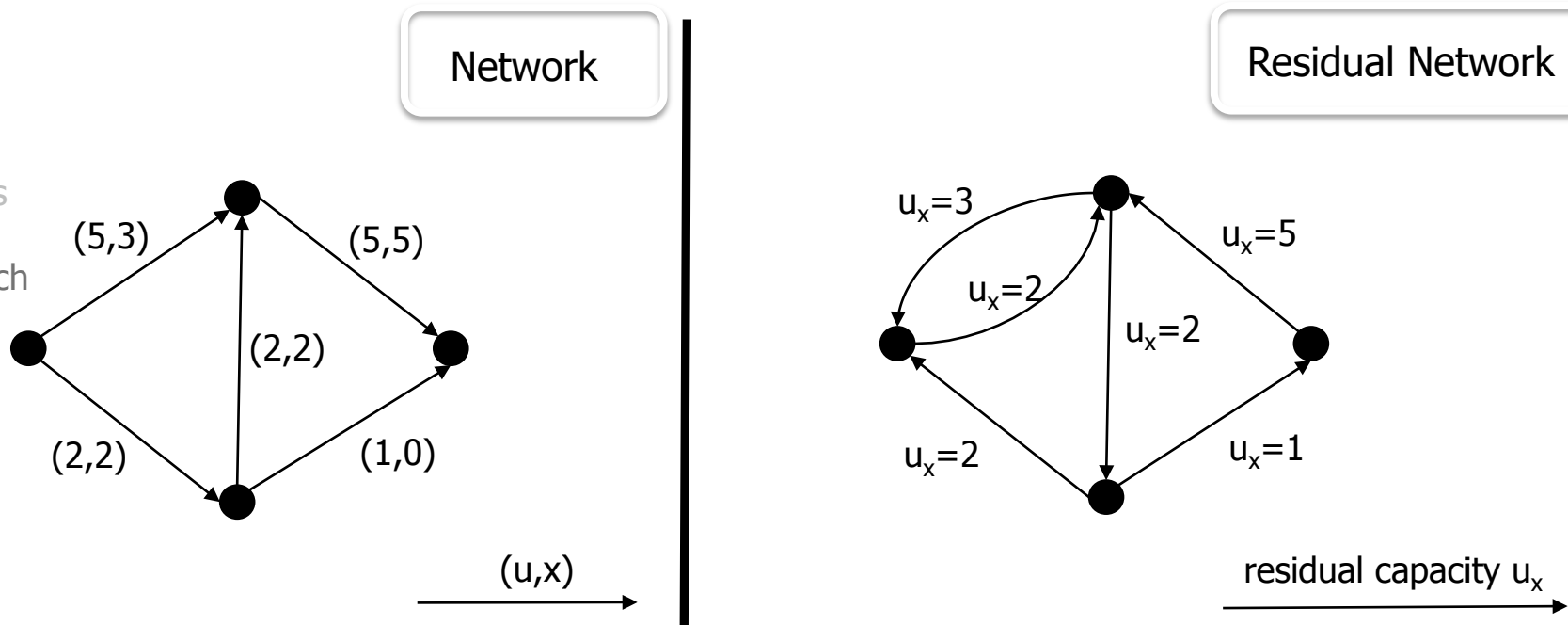


## Procedure:

**As long as** there exists a path between unbalanced source and sink **do:**

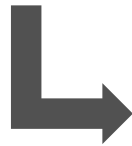
- (1) Send flow from source to sink along a shortest path in the residual network
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## Reduced-costs optimality condition

A flow  $x$  is optimal if and only if there exist a node potential  $p: V \rightarrow \mathbb{R}$  with  $c^p(r) := c(r) + p(u) - p(v) \geq 0$  for all  $r = (u, v) \in G_x$ .



Transforms **infeasible, super-optimal** solution into **feasible optimal** solution



Shortest path computation w.r.t. positive reduced costs...Why?

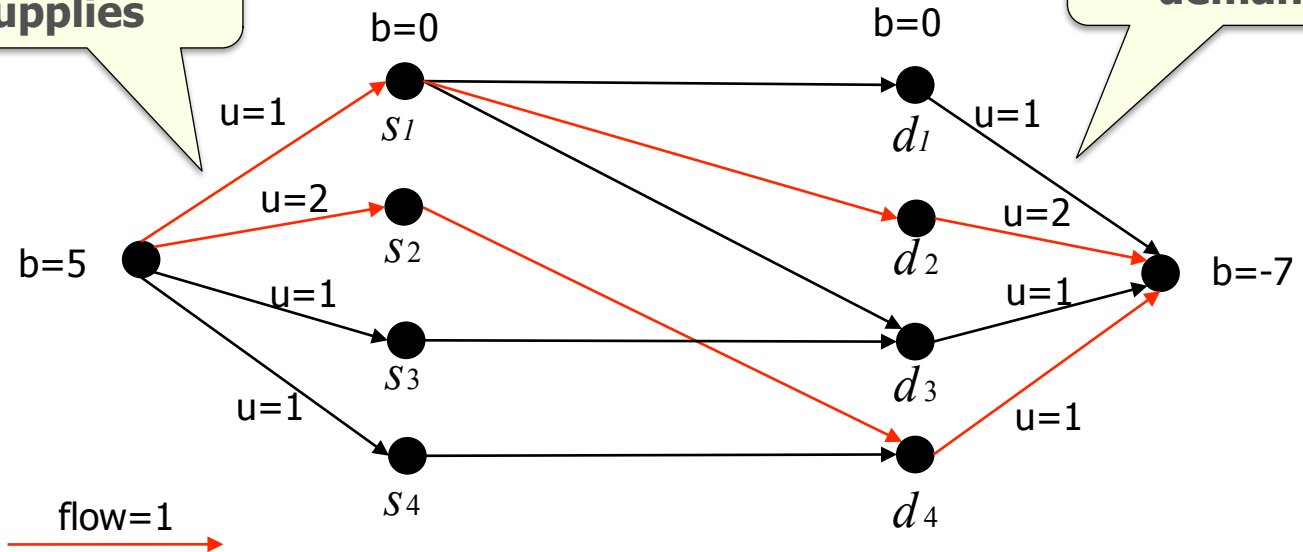
- ❖ Shortest path computation with arbitrary costs:  $O(nm) \subseteq O(n^3)$
- ❖ Shortest path computation with non-negative costs:  $O(n \log n + m)$

„How can we transform the min cost flow into a feasible distribution?“


 Every unit of flow in connection-level corresponds to a car movement

**Distribution of supplies**

**Satisfaction of demands**



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# The Reality

❖ European Distribution → **Huge input set**

❖ Car Types

❖ Substitution

❖ Priorization of demands

❖ Warmstarts

❖ ...



Continuity of the freight car distribution process

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# Car Types and Substitution

**Background:** Different car types

Given: different car types

„One car of type A can substitute  
**two** car of type B”

Use multiplier  $\mu : R \rightarrow ]0, \infty[$   
on the edges

**Generalized Min Cost  
Flow Problem**

„One car of type A can substitute  
**one** car of type B”

**Restriction of the connection- level**

$$\min \sum_{(i,j) \in R} c_{i,j} \cdot x_{i,j}$$

$$\sum_{i:(i,j) \in R} \mu_{i,j} x_{i,j} - \sum_{i:(j,i) \in R} x_{j,i} = b(j) \text{ for all } j \in A \cup B$$

$$0 \leq x_{i,j} \leq u_{i,j} \text{ for all } (i,j) \in R$$

$$0 \leq \mu_{i,j} < \infty \text{ for all } (i,j) \in R$$

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## Theorem (Garey et al):

The generalized flow problem is NP-hard to solve.

- ❖ Remains NP-hard if we just allow multiplier 1 and 2.
- ❖ Optimal solutions with fractional values can occur
- ❖ Existence of good heuristics

- But in series-parallel graphs, we can solve it in
- ❖ Continuous Case → Polynomial time
  - ❖ Integral Case → Pseudo-polynomial time

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# Further Requirements

- ❖ European Distribution → **Huge input set**
- ❖ Car Types → **Restriction of the connection- level**
- ❖ Substitution → **Generalized Flow Problem**
- ❖ Priorization of demands
- ❖ Warmstarts
- ❖ ...



Continuous freight car distribution process

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# Prioritization of Demands

**Background:** Lack of empty freight cars

## Weak Prioritization

- ❖ No guarantee of satisfaction
- ❖ Via cost terms

## Strong Prioritization

- ❖ Guarantee of as much satisfaction as possible
- ❖ Not via cost terms



**Modified network model and algorithmic approach**

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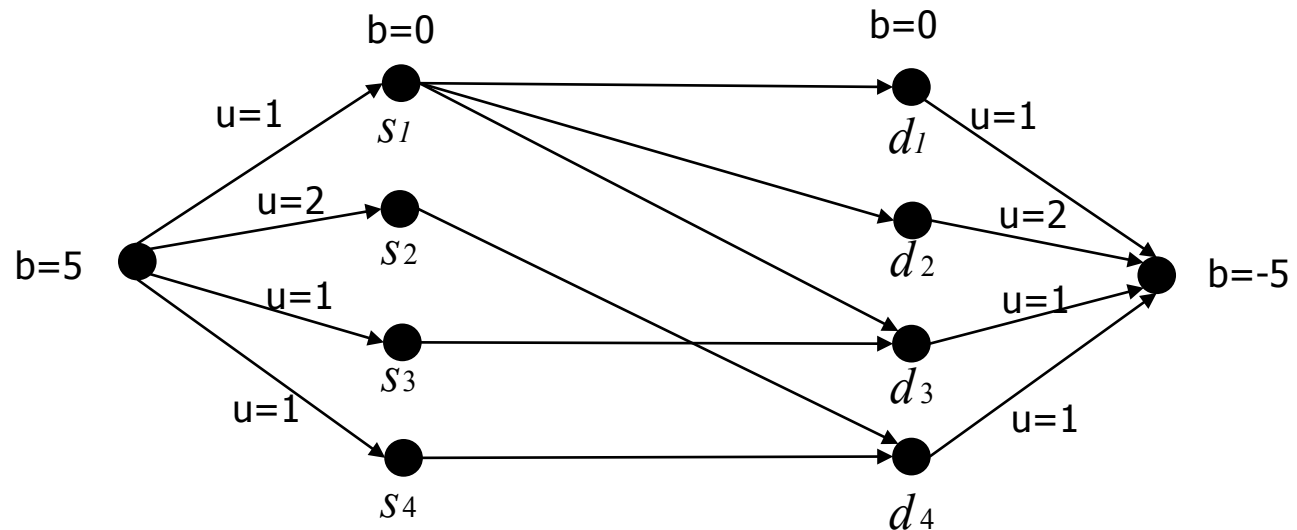
# Priorization of Demands: Network Modell

**Idea:** use two sinks

$i$	$s_i$	$d_i$
1	1	1
2	2	2
3	1	1
4	1	1



$i$	$s_i$	$d_i$	Priority of demand
1	1	1	strong
2	2	2	weak
3	1	1	weak
4	1	1	strong



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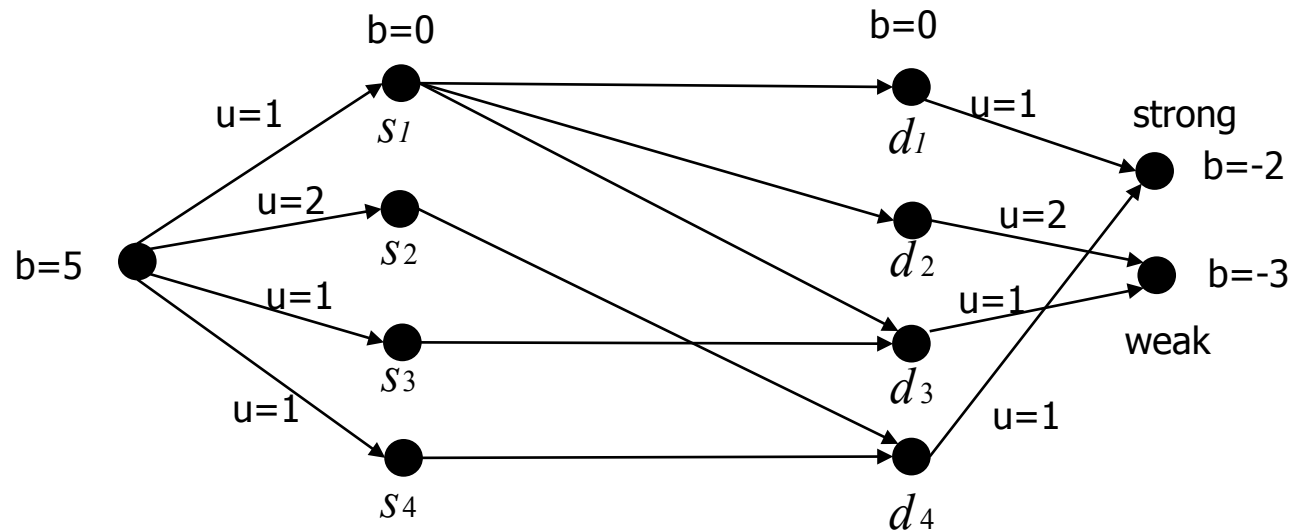
# Prioritization of Demands: Network Modell

**Idea:** use two sinks

$i$	$s_i$	$d_i$
1	1	1
2	2	2
3	1	1
4	1	1



$i$	$s_i$	$d_i$	Priority of demand
1	1	1	strong
2	2	2	weak
3	1	1	weak
4	1	1	strong



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# Priorization of Demands: Algorithmic Approach

## Procedure:

### Strong Priorization

**As long as** there exists a path between unbalanced source and sink „strong“ **do:**

- (1) Send flow from source to sink „strong“ along a shortest path in the residual network
- (2) Update: network

### THEN...

**As long as** there exists a path between unbalanced source and sink „weak“ **do:**

- (1) Send flow from source to sink „weak“ along a shortest path in the residual network
- (2) Update: network

### Weak Priorization

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# Further Requirements

- |                           |   |   |
|---------------------------|---|---|
| ❖ European Distribution   | ➔ | <b>Huge input set</b>                       |
| ❖ Car Types               | ➔ | <b>Restriction of the connection- level</b> |
| ❖ Substitution            | ➔ | <b>Generalized Flow Problem</b>             |
| ❖ Priorization of demands | ➔ | <b>Modified SSP</b>                         |
| ❖ Warmstarts              | ➔ | <b>Techniques from SSP</b>                  |
| ❖ ...                     |   |   |



Continuity of the freight car distribution process

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