## ECE 307 – Techniques for Engineering Decisions

Lecture 6. Transshipment and Shortest Path Problems

#### **George Gross**

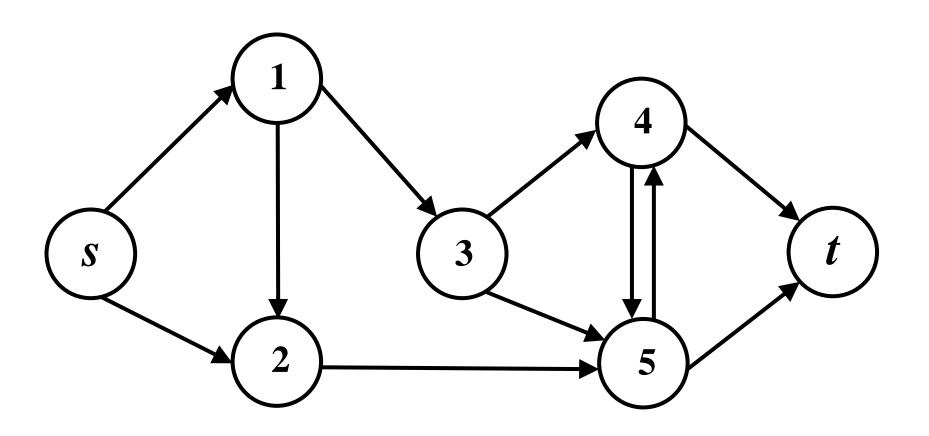
Department of Electrical and Computer Engineering
University of Illinois at Urbana-Champaign

#### TRANSSHIPMENT PROBLEMS

- ☐ We consider the shipment of a *homogeneous* commodity or product from a specified point or source to a particular destination or sink: the homogeneity characteristic ensures that each unit shipped is identical and is independent of point of origin  $\Box$  Typically, the *source* and the *sink* are not directly connected; rather, the flow goes through the transshipment points, i.e., the intermediate nodes
- ☐ The objective is to determine the *maximal flow* from

the source to the sink

# DIRECTED FLOW NETWORK EXAMPLE



#### TRANSSHIPMENT PROBLEMS

- O nodes 1, 2, 3, 4 and 5 are the transshipment points
- O directed arcs of the network are (s, 1), (s, 2), (1, 2), (1, 3), (2, 5), (3, 4), (3, 5), (4, 5), (5, 4), (4, t), (5, t); the existence of an arc from 4 to 5 and from 5 to 4 allows bi-directional flows between the two nodes
- O each arc may be constrained in terms of a *limit* on the flow through the arc

#### MAX FLOW PROBLEM

- $\square$  We denote by  $f_{ij}$  the flow from i to j, which equals the amount of the commodity shipped from i to j on the arc (i,j) that directly connects the node i to the node j
- lacksquare The problem is to determine the maximal flow f
  - from s to t taking into account the flow limits  $k_{ij}$
  - of each arc (i,j)
- ☐ The mathematical statement of the problem is

#### MAX FLOW PROBLEM

$$max \quad Z = f$$
s.t.

$$0 \le f_{ij} \le k_{ij}$$
  $\forall$  arc  $(i,j)$  that connects nodes  $i$  and  $j$ 
 $f = \sum_{i} f_{si}$  at source  $s$  conservation of  $\sum_{i} f_{it} = f$  at sink  $t$  flow relations

 $\sum_{i} f_{ij} = \sum_{k} f_{jk}$  at each transshipment node  $j$ 

#### MAX FLOW PROBLEM

- While we may use the simplex approach to solve
  - the max flow problem, we construct a numerically,
  - highly efficient network method to determine f
- ☐ We develop such a scheme by making detailed
  - use of graph theoretic notions
- We start out by introducing some definitions

#### **DEFINITIONS OF NETWORK TERMS**

 $\square$  Each *arc* is directed and so for an arc (i, j),

$$f_{ij} \geq \theta$$

 $\square$  A forward arc at a node i is one that leaves the

node i to some node j and is denoted by (i,j)

 $\Box$  A *backward* arc at node *i* is one that enters node

i from some node j and is denoted by (j,i)

#### **DEFINITIONS OF NETWORK TERMS**

- $\square$  A *path* connecting node i to node j is a *sequence* of arcs that starts at node i and terminates at node j
  - O we denote a path by

$$\mathcal{P} = \{ (i, k), (k, l), \ldots, (m, j) \}$$

- O in the example network
  - $\{(1,2),(2,5),(5,4)\}$  is a path from 1 to 4
  - $\{(1,3),(3,4)\}$  is another path from 1 to 4

#### **DEFINITIONS OF NETWORK TERMS**

 $\square$  A *cycle* is a path with the condition i = j, i.e.,

$$\mathcal{P} = \{ (i, k), (k, l), \ldots, (m, i) \}$$

- $\square$  We denote the set of nodes of the network by  ${\mathcal N}$ 
  - O the definition is

$$\mathcal{N} = \{ i : i \text{ is a node of the network } \}$$

O In the example network

$$\mathcal{N} = \{ s, 1, 2, 3, 4, 5, t \}$$

#### **NETWORK CUT CAPACITY**

 $\Box$  A *cut* is a partitioning of nodes into two distinct subsets S and T with the properties

$$\mathcal{N} = \mathcal{S} \cup \mathcal{T} \text{ and } \mathcal{S} \cap \mathcal{T} = \emptyset$$

☐ We are interested in cuts with the property that

$$s \in \mathcal{S}$$
 and  $t \in \mathcal{T}$ 

□ We say that the sets S and T provide an S - t cut; in the example network,

$$S = \{s, 1, 2\}$$
 and  $T = \{3, 4, 5, t\}$ 

provide an s-t cut

#### **NETWORK CUT**

☐ The capacity of a cut is

$$K(\mathcal{S},\mathcal{T}) = \sum_{\substack{s \in \mathcal{S} \\ t \in \mathcal{T}}} k_{st}$$

☐ In the example network with

$$S = \{ s, 1, 2 \}$$
 and  $T = \{ 3, 4, 5, t \}$ 

we have

$$K(\mathcal{S},\mathcal{T}) = k_{13} + k_{25}$$

but for the cut with

$$S = \{s, 1, 2, 3, 4\}$$
 and  $T = \{5, t\}$ 

$$K(S,T) = k_{4,t} + k_{4,5} + k_{3,5} + k_{2,5}$$

#### **NETWORK CUT**

- □ Note: arc (5, 4) is directed from a node in  $\mathcal{T}$  to a node in  $\mathcal{S}$  and is not included in the summation
- A salient characteristic of the s-t cuts of interest is that when all the arcs in the cut are removed, then no path exists from s to t; consequently, no flow is possible since any flow from s to t must go through the arcs in a cut
- ☐ The flow is *limited* by the capacity of the cut

#### NETWORK CUT LEMMA

□ For any directed network, the flow f from s to t is constrained by an s-t cut so that

$$f \leq K(S,T)$$
 for every  $s-t$  cut set  $S,T$ 

- □ Corollaries of this lemma are
  - (i)  $\max flow \leq K(S,T) \forall S,T$

and

(ii) 
$$\max_{S,T} flow \leq \min_{S,T} K(S,T)$$

#### MAX-FLOW-MIN-CUT THEOREM

☐ For any network, the value of the maximal flow

from s to t is equal to the minimal cut, i.e., the

cut  $\mathcal{S}, \mathcal{T}$  with the smallest capacity

☐ The *max-flow min-cut* theorem allows us, in

principle, to find the maximal flow in a network, we

find the capacity of each of the cuts and determine

the cut with the smallest capacity

#### MAX FLOW

- ☐ The *maximal flow* algorithm is based on the identification of a *path* through which a positive flow from s to t can be sent the so-called *flow augmenting* path
- ☐ The procedure is continued until no such *flow*augmenting path can be found and therefore we have the maximal flow
- ☐ The maximal flow algorithm is based on the repeated application of the *labeling procedure*

#### LABELING PROCEDURE

- ☐ The *labeling procedure* is the basic scheme to
  - determine the maximum flow in a network
- ☐ The *labeling procedure* is used to find a *flow* 
  - augmenting path from s to t
- $\square$  We say that a node j can be <u>labeled</u> if and only if
  - flow can be sent from s to t and node j is on a
  - path to make such flow possible

#### LABELING PROCEDURE

Step  $\theta$ : start with node s

Step 1: given that node i is already labeled, label node j only if

(i) either there exists an arc (i, j) and

$$f_{ij} < k_{ij}$$

(ii) or, there exists an arc (j, i) and

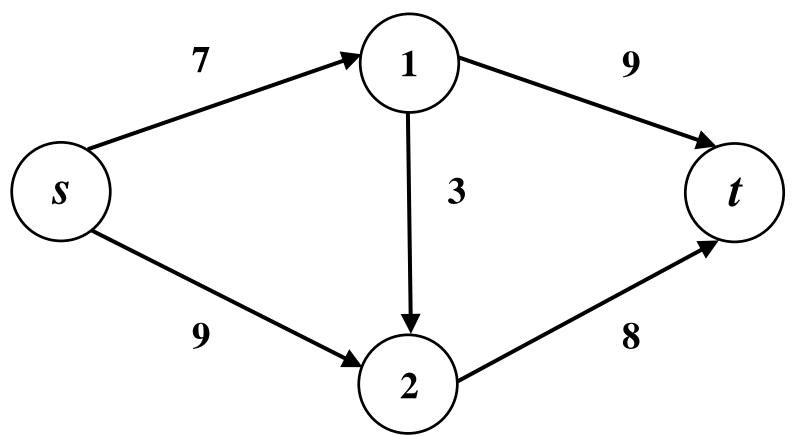
$$f_{ji} > 0$$

Step 2: if j = t, stop; else, return to Step 1

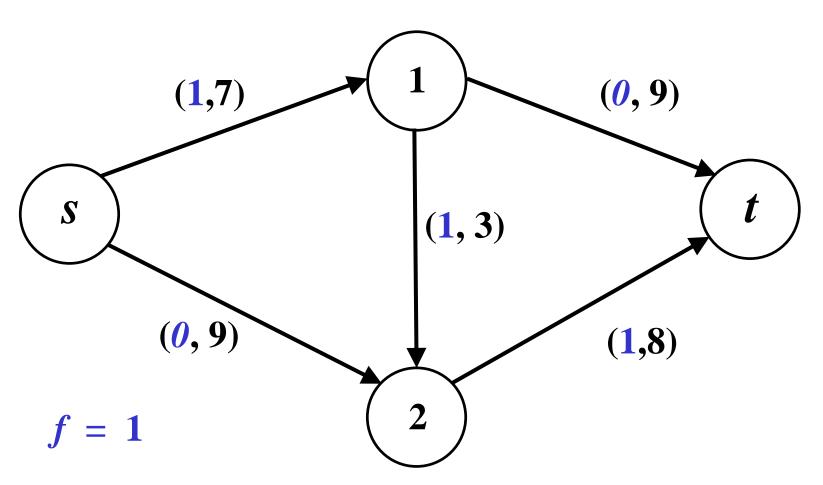
#### THE MAX FLOW ALGORITHM

- Step  $\theta$ : start with a feasible flow
- Step 1: use the *labeling procedure* to find a flow augmenting path
- Step 2 : determine the maximum value  $_{\mathcal{S}}$  for the largest increase (decrease) of flow on all forward (backward) arcs
- Step 3: use the *labeling procedure* to find a flow augmenting path: if no such path exists, stop; else, go to Step 2

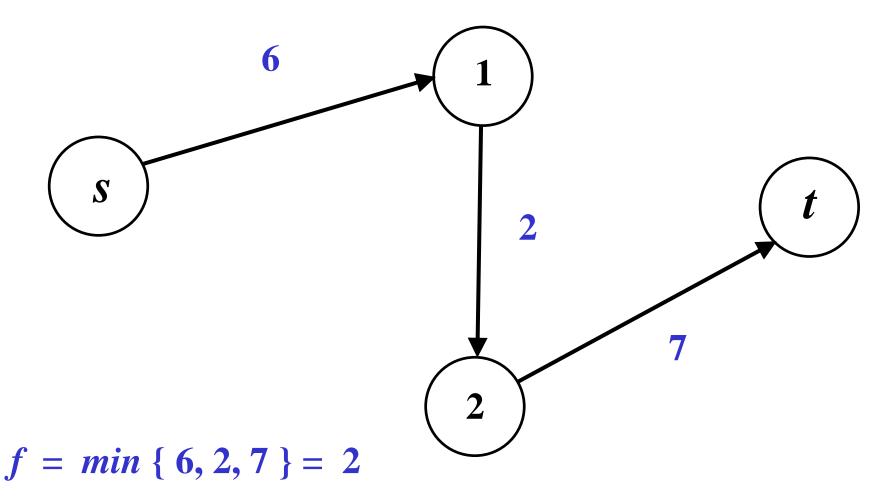
☐ Consider the simple network with the flow capacities on each arc indicated



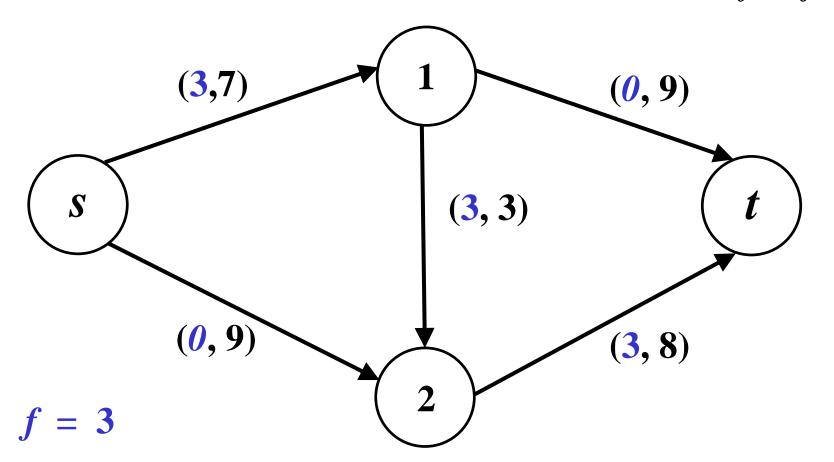
☐ We initialize the network with a flow 1



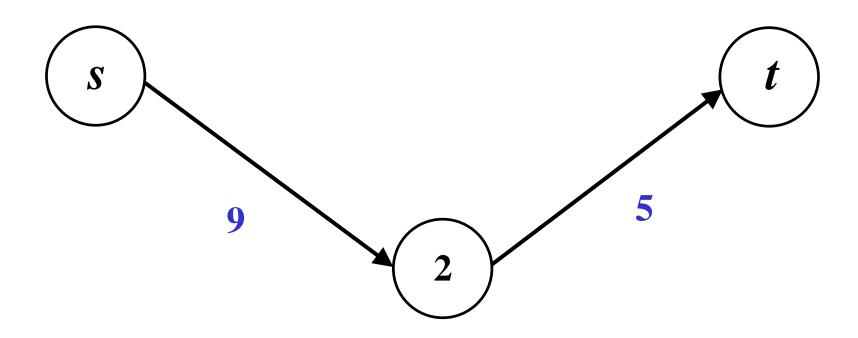
#### ☐ We apply the labeling procedure



□ Consider the simple network with the flow and the capacity on each arc (i,j) indicated by  $(f_{ii},k_{ii})$ 

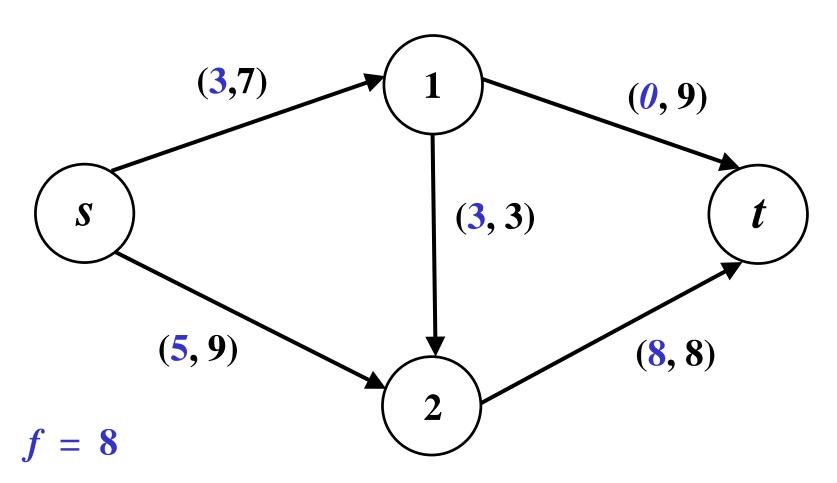


☐ We repeat application of the labeling procedure

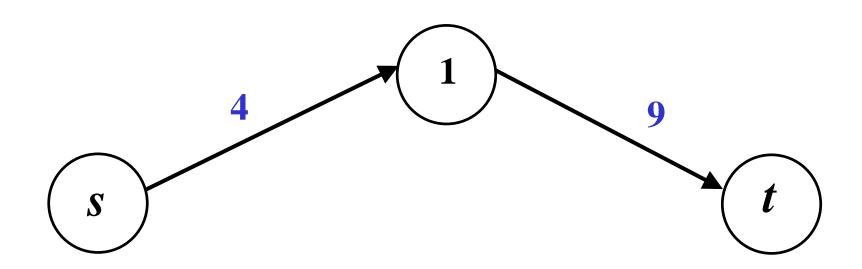


$$f = min \{ 5, 9 \} = 5$$

#### $\Box$ We increase the flow by 5

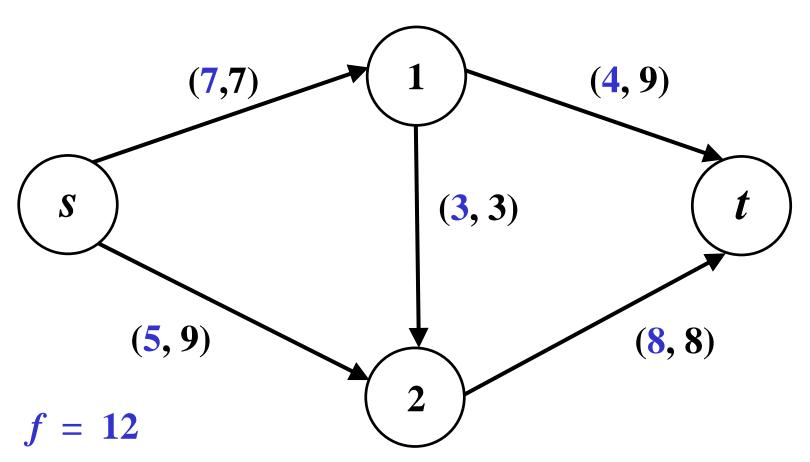


☐ We repeat application of the labeling procedure

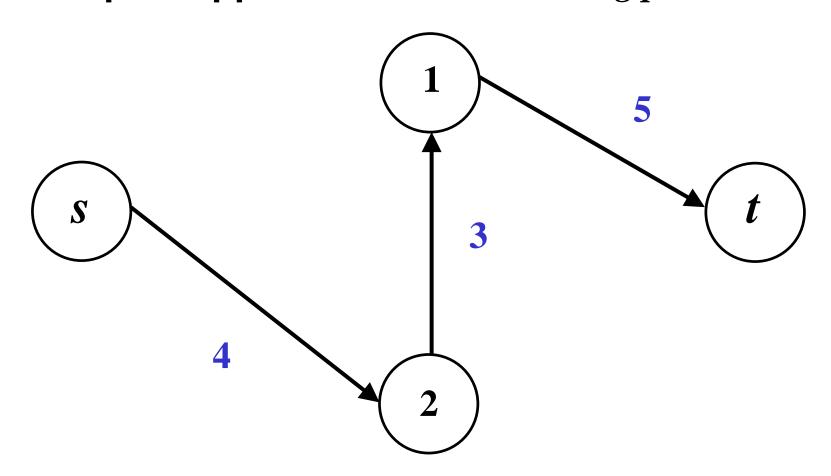


$$f = min \{ 4, 9 \} = 4$$

#### ☐ We increase the flow by 4 to obtain

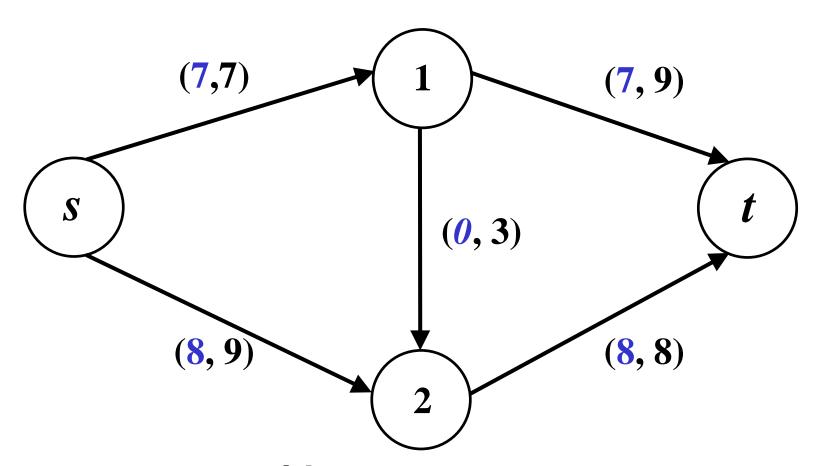


☐ We repeat application of the *labeling procedure* 



$$f = min \{4, 3, 5\} = 3$$

#### $\Box$ We increase the flow by 3



f = 15 with no flow augmenting path

#### UNDIRECTED NETWORKS

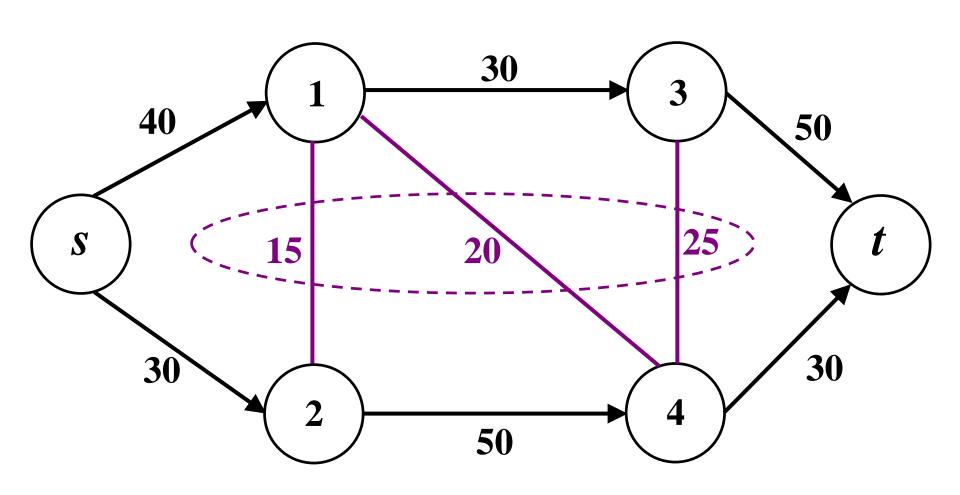
- $\square$  A network with undirected arcs is called an undirected network: the flows on each arc (i,j) with the limit  $k_{ij}$  cannot violate the capacity constraints in either direction
- Mathematically, we require

$$\begin{cases}
f_{ij} \leq k_{ij} \\
f_{ji} \leq k_{ji} \\
f_{ij}f_{ji} = 0
\end{cases}$$

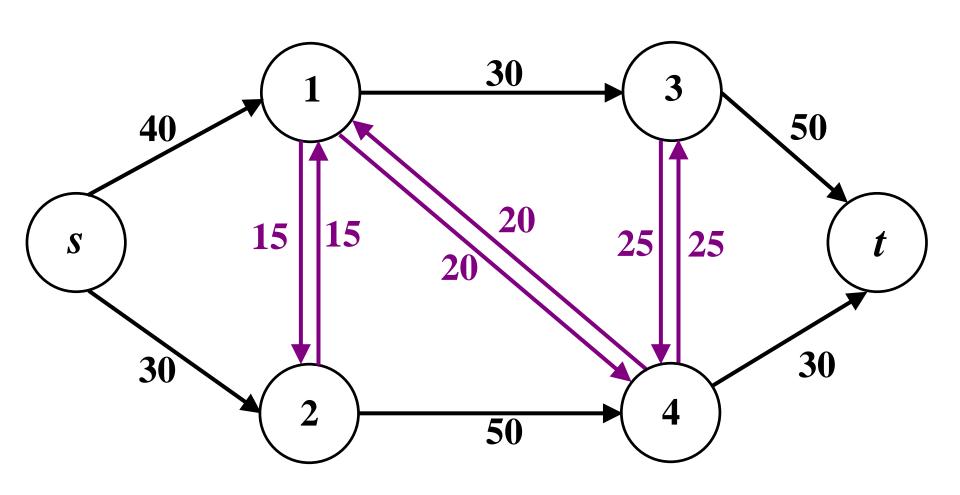
interpretation of

unidirectional flow below

capacity limit



- □ To make the problem realistic, we may view the capacities as representing traffic flow limits: the directed arcs correspond to *unidirectional* streets and the problem is to place *one-way signs* on each undirected street (*i*, *j*) so as to *maximize* the traffic flow from *s* to *t*
- ☐ The procedure is to replace each *undirected arc* by two *directed* arcs (i, j) and (j, i) to determine the maximal s t flow

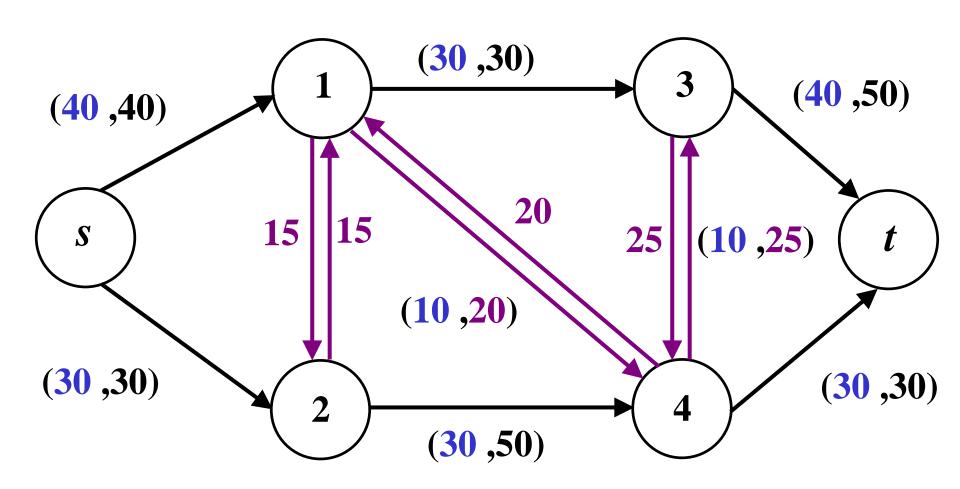


□ We apply the max flow scheme to the directed network and give the following interpretations to the flows on the max flow bidirectional arcs that are the initially undirected arcs (i, j): if

$$f_{ij} > \theta$$
 ,  $f_{ji} > \theta$  and  $f_{ij} > f_{ji}$  ,

set up the flow from i to j with value  $f_{ij} - f_{ji}$  and remove the arc (j, i)

 $\Box$  The determination of the max flow f for this example is easily determined



flow: 
$$s \rightarrow 1 \rightarrow 3 \rightarrow t = 30$$
  
flow:  $s \rightarrow 2 \rightarrow 4 \rightarrow t = 30$   
flow:  $s \rightarrow 1 \rightarrow 4 \rightarrow 3 \rightarrow t = 10$ 

and so the maximum flow is 30 + 30 + 10 = 70one way signs must be put from  $1 \rightarrow 4$  and  $4 \rightarrow 3$ ; an alternative path of a flow of 10 is the path:

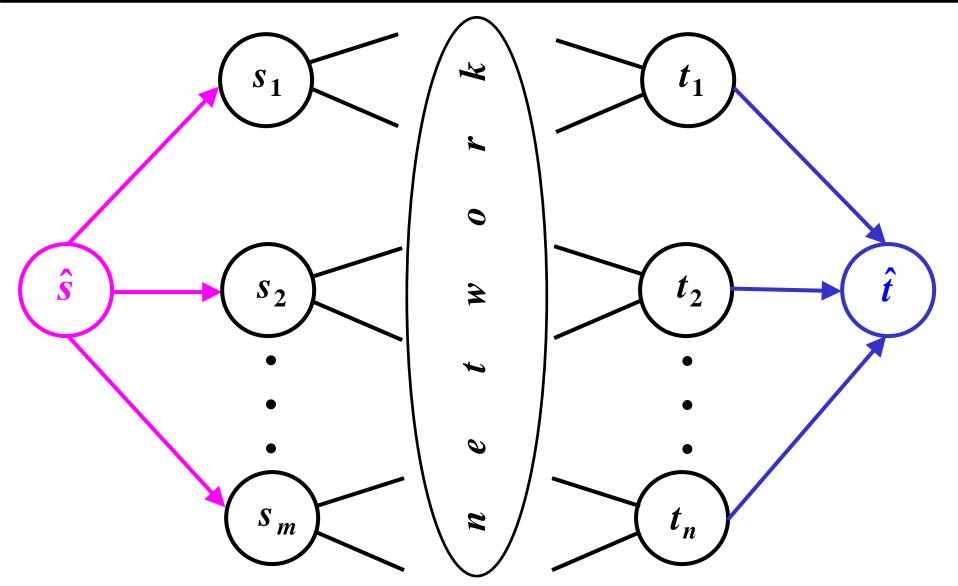
s  $\rightarrow 1 \rightarrow 2 \rightarrow 4 \rightarrow 3 \rightarrow t$ , which requires one-way signs from  $1 \rightarrow 2$  and  $4 \rightarrow 3$ 

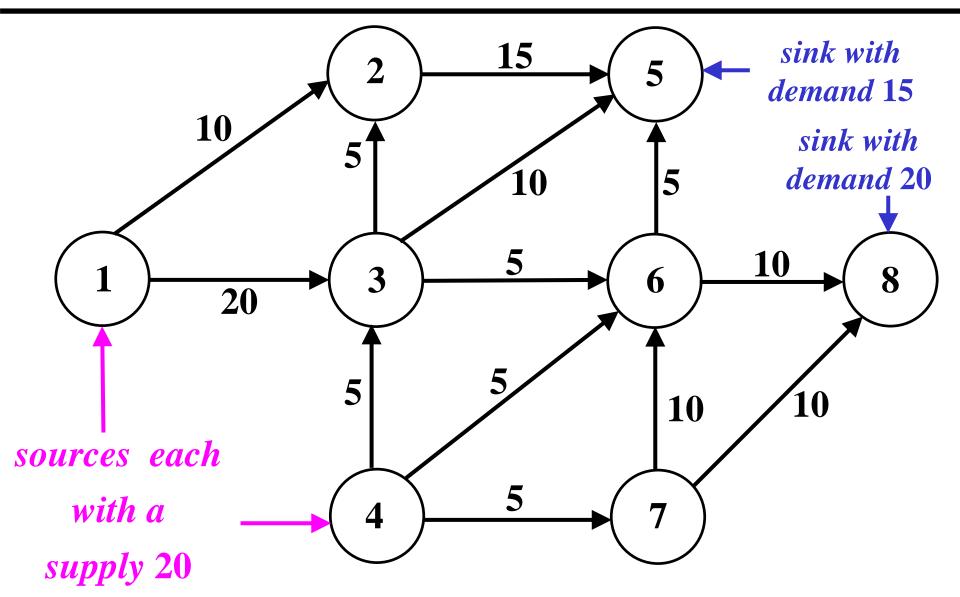
### NETWORKS WITH MULTIPLE SOURCES AND MULTIPLE SINKS

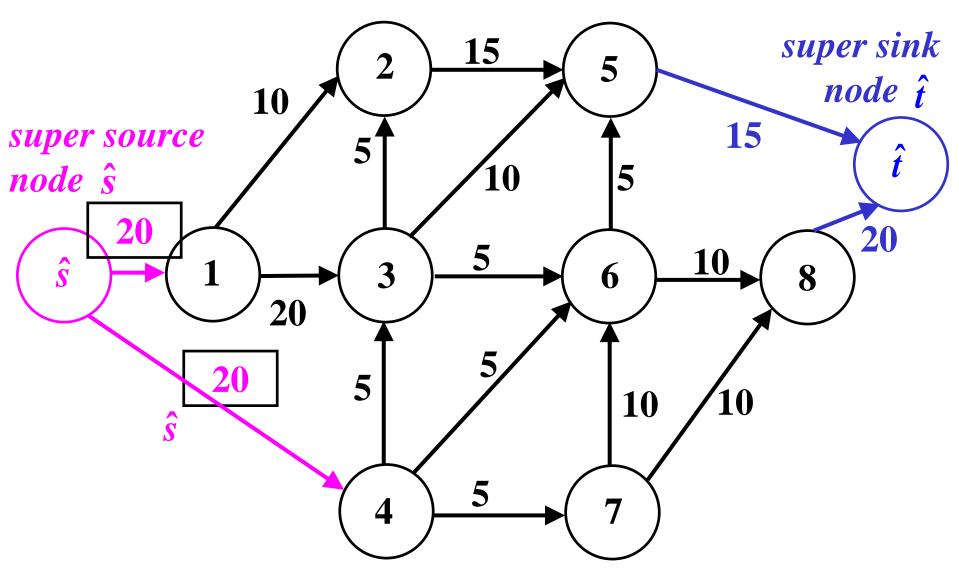
- ☐ We next consider a network with several supply
  - and several demand points
- ☐ We introduce a super source § linking to all the
  - sources and a super  $sink \hat{t}$  linking all the sinks
- ☐ We can consequently apply the max flow algorithm

to the modified network

### NETWORKS WITH MULTIPLE SOURCES AND MULTIPLE SINKS



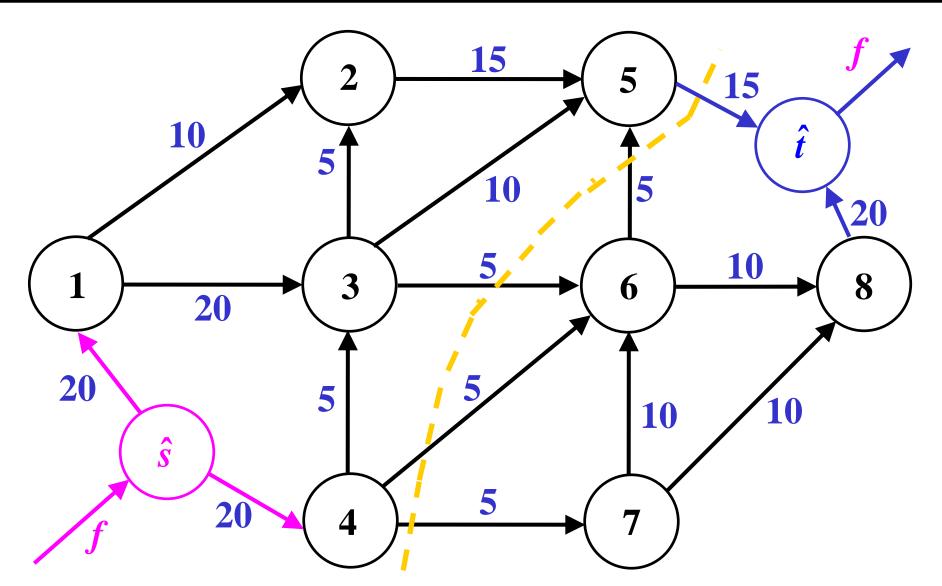




□ The transshipment problem is feasible if and only if the maximal  $\hat{s} - \hat{t}$  flow f satisfies

$$f = \sum_{\text{sinks}} demands$$

- ☐ We need to show that
  - the transshipment problem is infeasible since the network cannot accommodate the total demand of 35
  - O the smallest shortage for this problem is 5



☐ The minimum cut is shown and has capacity

$$15 + 5 + 5 + 5 = 30$$
;

the maximum flow is, therefore, 30

☐ Since the maximum flow fails to meet the total

demand of 35 units by the super sink, the problem

is infeasible; the minimum shortage is 5

☐ Consider the case of a company that must complete its 4 engineering projects within 6 months

project	earliest start month	latest finish month	manpower requirements ( man month)
$oldsymbol{A}$	1	4	6
В	1	6	8
C	2	5	3
D	1	6	4

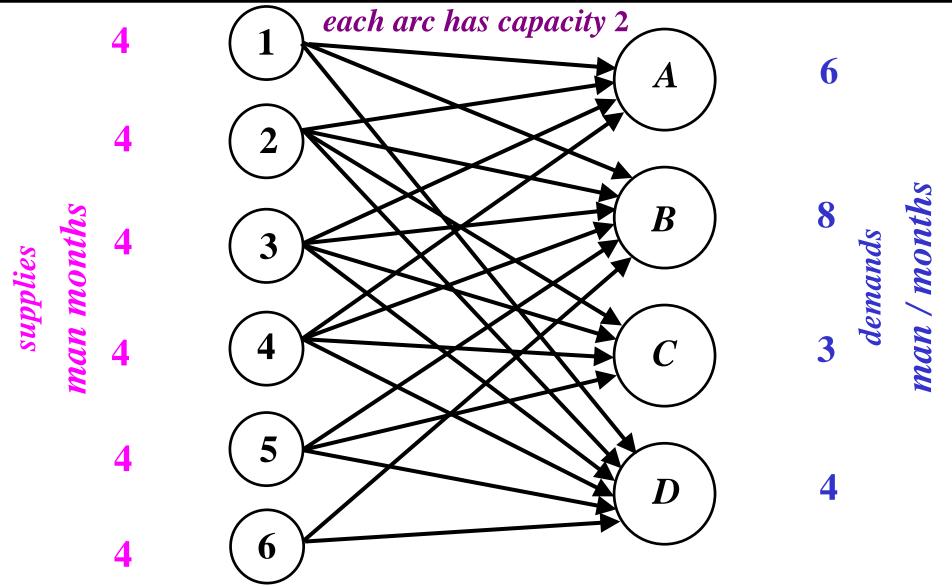
- ☐ There are the following additional constraints:
  - O the company has only 4 engineers
  - at most 2 engineers may be assigned to any one project in a given month
  - O no engineer may be assigned to more than one project at any time
- ☐ The question is whether there is a feasible assign-

ment and, if so, determine the optimal assignment

- □ The solution approach is to set up the problem as a transshipment network
  - O the sources are the 6 months of engineer labor
  - O the sinks are the 4 projects that must be done
  - O an arc (i, j) is introduced whenever a feasible assignment of the engineers who work in month i can be made to project j with

$$k_{ij} = 2$$
  $i = 1, 2, ..., 6$ ,  $j = A, B, C, D$ 

O there is no arc (1, C) since project C cannot start before month 2



☐ The transshipment problem is feasible if the total

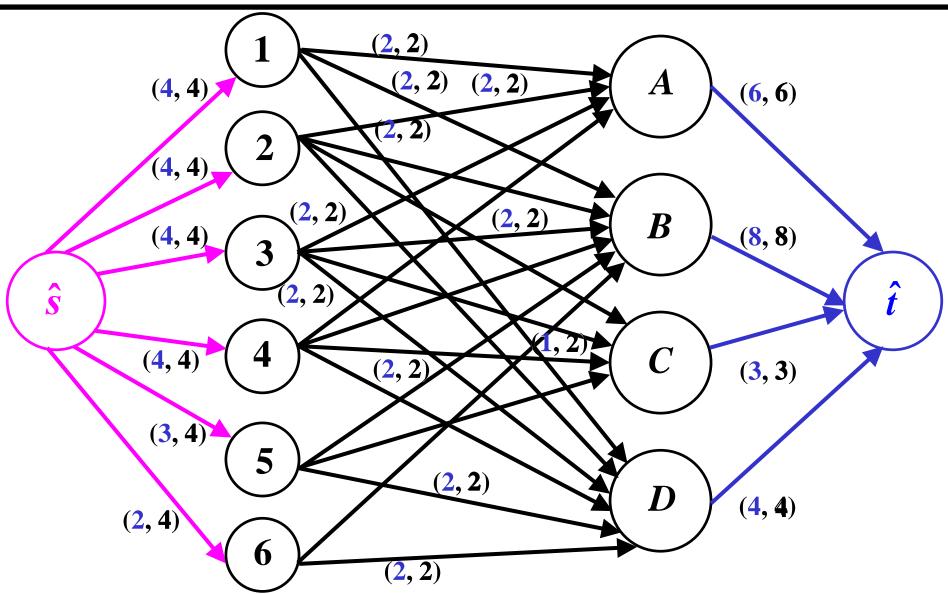
demand

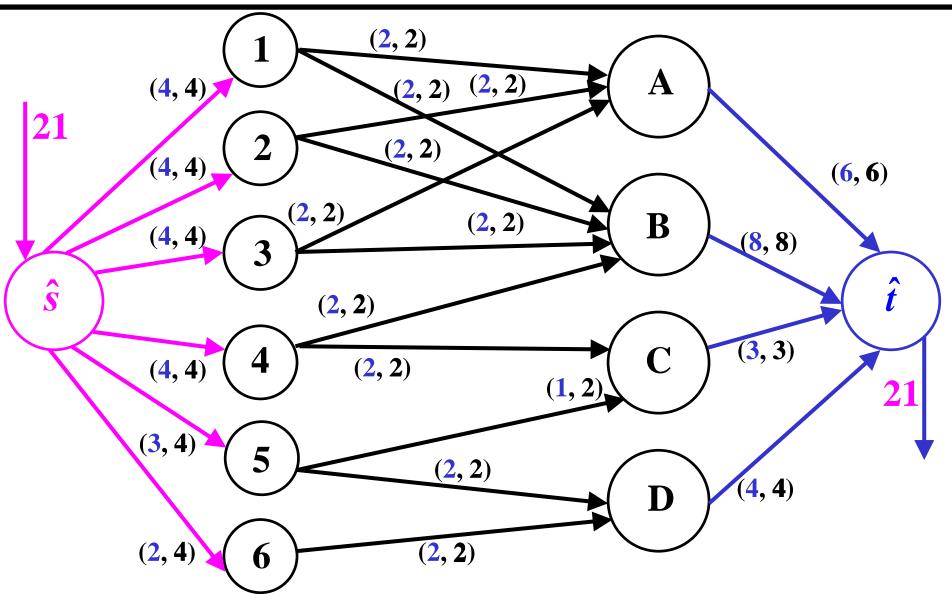
$$6 + 8 + 3 + 4 = 21$$

can be met

☐ We determine whether a feasible schedule exists

and if so, we find it





#### SHORTEST ROUTE PROBLEM

☐ The problem is to determine the *shortest path* from

s = 1 to t = n in a network with the set of nodes

$$\mathcal{N} = \big\{1, 2, \dots, n\big\}$$

and the set of arcs  $\{(i,j)\}$ , where for each arc (i,j)

$$d_{ij}$$
 = distance or transit time

 $\Box$  The determination of the shortest path from 1 to n requires the specification of the path

$$\{(1,i_1),(i_1,i_2),\ldots,(i_q,n)\}$$

#### SHORTEST ROUTE PROBLEM

 $\Box$  We can write an LP formulation of this problem in

the form of a transshipment problem:

ship 1 unit from node 1 to node n by

minimizing the shipping costs using the costs

$$d_{ij} = \begin{cases} shipping costs for 1 unit from i to j \\ 
otag whenever i and j are not directly connected \end{cases}$$

☐ But, in practice, we use the *Dijkstra scheme solution* 

- ☐ The solution is very efficiently performed using the Dijkstra algorithm
- ☐ The assumptions are
  - $\bigcirc d_{ij}$  is given for each pair of connected nodes
  - $O d_{ij} \geq 0$
- ☐ The scheme is, basically, a label assignment procedure, which assigns nodes with either a

permanent or a temporary label

- ☐ The temporary label of a node i is an upper bound on the shortest distance from node 1 to node i
- ☐ The *permanent* label is the actual shortest distance
  - from node 1 to node i
- □ A temporary label becomes permanent when we
  - find the tightest upper bound, i.e., the shortest

#### distance

- Step  $\theta$ : assign the *permanent* label  $\theta$  to node 1
- Step 1: assign temporary labels to all the other nodes
  - O  $d_{1j}$  if node j is directly connected to node 1
  - $\odot$   $\infty$  if node j is not directly connected to node 1

and select the minimum of the *temporary* labels and declare it *permanent*; in case of ties, the choice is arbitrary (but requires a rule)

Step 2 : let  $\ell$  be the node most recently assigned a permanent label and consider each node jwith a temporary label; recompute each label

$$min \left\{egin{array}{ll} temporary \ label \ of \ node \ j \end{array}
ight. , egin{array}{ll} permanent \ label \ of \ node \ \ell \end{array}
ight. + d_{\ell j} 
ight\}$$

Step 3: select the smallest of the *temporary* labels and declare it *permanent*; in case of ties, the choice is arbitrary (but we need a rule)

Step 4: if the selected node is *n*, stop; else, go to Step 2

☐ The shortest path is obtained by retracing the

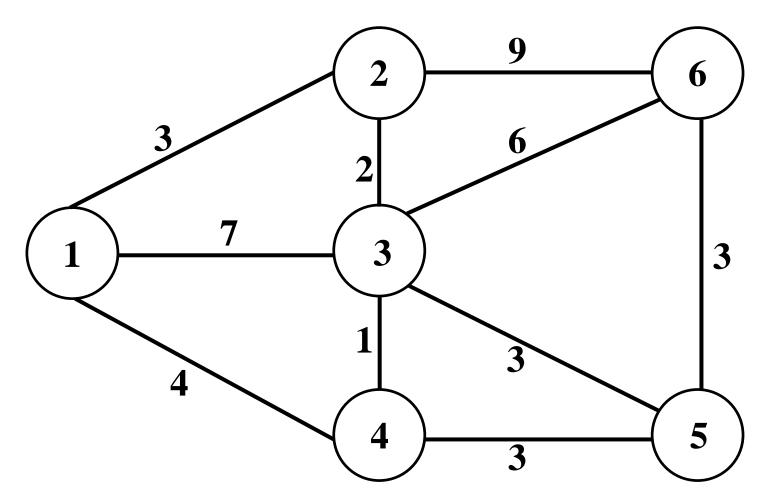
sequence of nodes with permanent labels starting

at node n and returning back to node 1

☐ The path is then given in the forward direction

starting from node 1 and ending at node n

#### ☐ Consider the undirected network



☐ The problem is to

O find the shortest path from 1 to 6

O compute the length of the shortest path

■ We apply the Dijkstra algorithm and assign

iteratively a *permanent* label to each node

Steps 
$$\theta$$
 and  $1: \mathcal{L}(\theta) = \begin{bmatrix} 0, 3, 7, 4, \infty, \infty \end{bmatrix}$ 

$$\begin{array}{c} \text{initial label} \\ \text{I} \\ \end{array}$$
Step  $2: \mathcal{L}(1) = \begin{bmatrix} 0, 3, 5, 4, \infty, 12 \end{bmatrix}$ 

$$\begin{array}{c} \text{label in iteration 1} \\ \end{array}$$
Steps  $2,3$  and  $4: \mathcal{L}(2) = \begin{bmatrix} 0, 3, 5, 4, 7, 12 \end{bmatrix}$ 

$$\begin{array}{c} \text{label in iteration 2} \\ \end{array}$$

Steps 2,3 and 4: 
$$\mathcal{L}(3) = \begin{bmatrix} 0,3,5,4,7,11 \end{bmatrix}$$

label in iteration 3

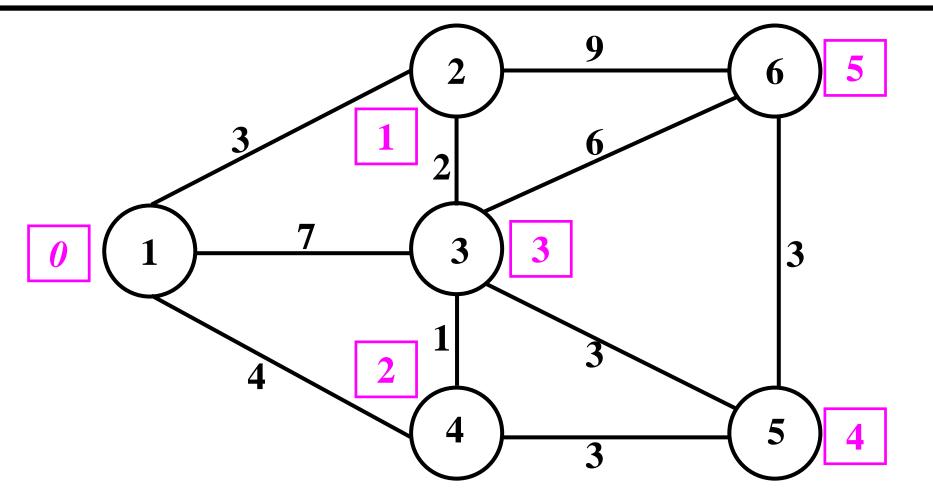
Steps 2,3 and 4 : 
$$\mathcal{L}(4) = [0,3,5,4,7,10]$$

label in iteration 4

5

$$\mathcal{L}(4) = \begin{bmatrix} 0,3,5,4,7,10 \end{bmatrix}$$

6



☐ The shortest distance is 10 obtained with the path

$$\{(1,4),(4,5),(5,6)\}$$

#### PATH RETRACING

□ We retrace the path from n back to 1 using the scheme:

pick node j preceding node n as the node with the property

permanent label of 
$$+ d_{jn} =$$
 shortest  $d_{jn} =$  distance

☐ In the retracing scheme, certain nodes may be

skipped

# SHORTEST PATH BETWEEN ANY TWO NODES

☐ The Dijkstra algorithm may be applied to compute

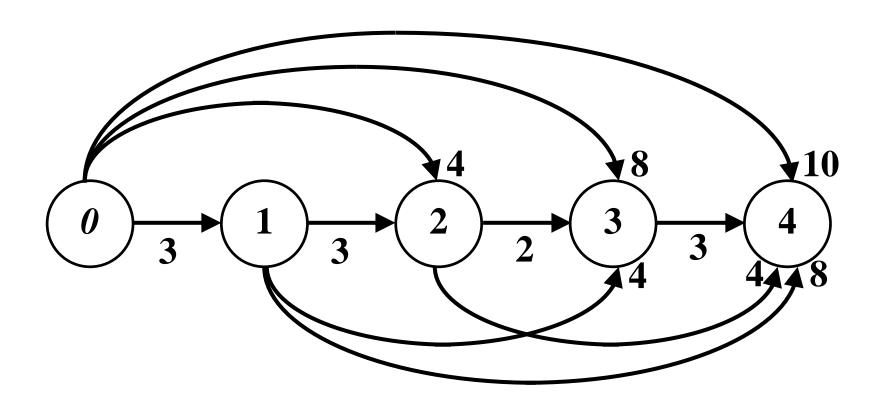
the shortest distance between any pair of nodes i, j

by taking i as the source node and j as the sink

node

☐ We give as an example the following five – node

#### network



$$\mathcal{L}(0) = \begin{bmatrix} 0, 3, 4, 8, 10 \end{bmatrix}$$

$$\mathcal{L}(1) = \begin{bmatrix} 0, 3, 4, 7, 10 \end{bmatrix}$$

$$\mathcal{L}(2) = \begin{bmatrix} 0, 3, 4, 6, 8 \end{bmatrix}$$

$$\mathcal{L}(3) = \begin{bmatrix} 0, 3, 4, 6, 8 \end{bmatrix}$$
the path to get

We retrace the path to get

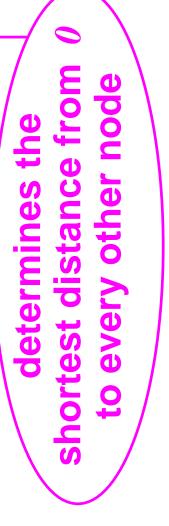
$$8 = 4 + d_{24}$$

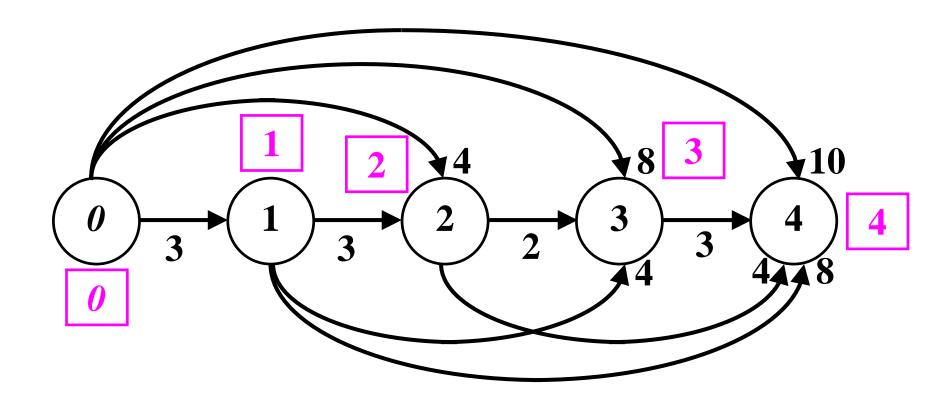
node 2

4

and so the path is

$$\theta \rightarrow 2 \rightarrow 4$$





# APPPLICATION: EQUIPMENT REPLACEMENT PROBLEM

- □ We consider the problem of old equipment replacement or its continued maintenance
- □ As equipment ages, the level of maintenance required increases and typically, this results in increased operating costs
- □ O&M costs may be reduced by replacing aging equipment; however, replacement requires additional capital investment and so higher fixed costs

# APPPLICATION : EQUIPMENT REPLACEMENT PROBLEM

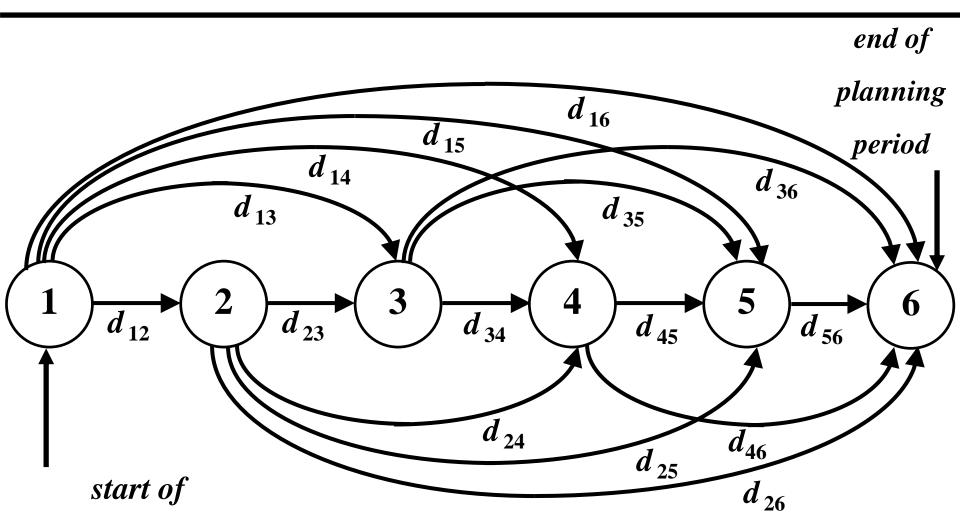
☐ The problem is how often to replace equipment

so as to minimize the total costs given by

### EXAMPLE: EQUIPMENT REPLACEMENT

- □ Equipment replacement is planned during the next 5 years
- ☐ The cost elements are
  - $p_i = purchase costs in year j$
  - s<sub>j</sub> = salvage value of original equipment after j years of use
  - $c_j = O\&M costs in year j of operation$ of equipment with the property that
    - $\dots c_i < c_{i+1} < c_{i+2} < \dots$
- □ We formulate this problem as a shortest route problem on a directed network

# EQUIPMENT REPLACEMENT PROBLEM



planning period

# APPPLICATION : EQUIPMENT REPLACEMENT PROBLEM

The "distances"  $d_{ij}$  are defined to be *finite* if i < j, i.e., year i precedes the year j, with

$$d_{ij} = p_i - s_{j-i} + \sum_{\tau=1}^{j-i} c_{\tau} \quad j > i$$

$$purchase \quad salvage \quad value \quad O\&M \quad costs$$

$$price \quad in \quad after \quad j-i \quad for \quad j-i \quad years$$

$$year \quad i \quad years \quad of \quad use \quad of \quad operation$$

# APPPLICATION : EQUIPMENT REPLACEMENT PROBLEM

☐ For example, if the purchase is made in year 1

$$d_{16} = p_1 - s_5 + \sum_{\tau=1}^{5} c_{\tau}$$

☐ The solution is the shortest distance path from year 1 to year 6; if for example the path is

$$\{(1,2),(2,3),(3,4),(4,5),(5,6)\}$$

then the solution is interpreted as the replacement

of the equipment each year with

total costs = 
$$\sum_{\tau=1}^{5} p_{\tau} - 5s_{1} + 5c_{1}$$

- ☐ This problem concerns the storage of books in a limited size library
- □ Books are stored according to their size, in terms

of height and thickness, with books placed in

groups of same or higher height; the set of book

heights  $\{H_i\}$  is arranged in ascending order with

$$H_1 < H_2 < ... < H_n$$

- $\square$  Any book of height  $H_i$  may be shelved on a shelf of height at least  $H_i$ , i.e.,  $H_i, H_{i+1}, H_{i+2}, \ldots$
- ☐ The length  $L_i$  of shelving required for height  $H_i$  is computed given the thickness of each book; the total shelf area required is  $\sum_i H_i L_i$ 
  - O if only 1 height class [corresponding to the tallest book] exists, total shelf area required is the total length of the thickness of all books times the height of the tallest book

- if 2 or more height classes are considered,
   the total area required is less than the total
   area required for a single class
- ☐ The costs of construction of shelf areas for each
  - height class  $H_i$  have the components
    - $s_i$  fixed costs [independent of shelf area]
    - $c_i$  variable costs / unit area

- ☐ For example, if we consider the problem with 2
  - height classes  $H_m$  and  $H_n$  with  $H_m < H_n$
  - O all books of height  $\leq H_m$  are shelved in shelf with the height  $H_m$
  - O all the other books are shelved on the shelf with height  $H_n$
- ☐ The corresponding total costs are

$$\left[s_m + c_m H_m \sum_{j=1}^m L_j\right] + \left[s_n + c_n H_n \sum_{j=m+1}^n L_j\right]$$

- ☐ The problem is to find the set of shelf heights and lengths to *minimize* the *total shelving costs*
- ☐ The solution approach is to use a network flow model for a network with
  - O the set of (n+1) nodes

$$\mathcal{N} = \left\{ 0, 1, 2, \ldots, n \right\}$$

corresponding to the n book heights with

$$1 \leftrightarrow H_1 < H_2 < \dots < H_n \leftrightarrow n$$

and the starting node with height  $\theta$ 

O directed arcs (i,j) only if j > i resulting in a

total of 
$$\frac{n(n+1)}{2}$$
 arcs

O "distance"  $d_{ij}$  on each arc given by

$$d_{ij} = \begin{cases} s_j + c_j H_j \sum_{k=i+1}^{j} L_k & \text{if } j > i \\ \infty & \text{otherwise} \end{cases}$$

☐ For this network, we solve the shortest route

problem for the specified "distances"  $d_{ij}$ 

 $\square$  Suppose that for a problem with n = 17, we

determine the optimal trajectory to be

$$\{(0,7),(7,9),(9,15),(15,17)\}$$

the interpretation of this solution is:

- O store all the books of height  $\leq H_7$  on the shelf of height  $H_7$
- O store all the books of height  $\leq H_9$  but  $>H_7$  on the shelf of height  $H_9$
- O store all the books of height  $\leq H_{15}$  but  $>H_{9}$  on the shelf of height  $H_{15}$
- O store all the books of height  $\leq H_{17}$  but  $>H_{15}$  on the shelf of height  $H_{17}$