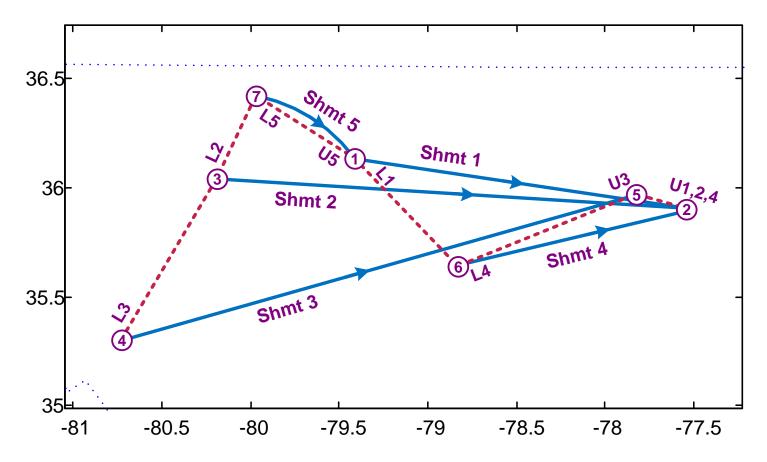
Multi-Stop Routing

 Each shipment might have a different origin and/or destination ⇒ node/location sequence not adequate

Shipment 2
Shipment 2
Shipment 1
Shipment 1
Shipment 1
Shipment 1
Shipment 1
Shipment 2
Shipment 1
Shipment 2
(4)
Shipment 1
(2)
Shipment 3
(6)

$$L = (y_1, ..., y_n) = (1, 2, 3)$$
 n-element shipment sequence
 $R = (z_1, ..., z_{2n}) = (3, 1, 2, 2, 1, 3)$ 2*n*-element route sequence
 $X = (x_1, ..., x_{2n}) = (5, 1, 3, 4, 2, 6)$ 2*n*-element location (node) sequence
 $c_{ij} = \text{cost between locations } i \text{ and } j$
 $c(R) = \sum_{i=1}^{2n-1} c_{x_i, x_{i+1}} = 60 + 30 + 250 + 30 + 60 = 430$, total cost of route R

5-Shipment Example

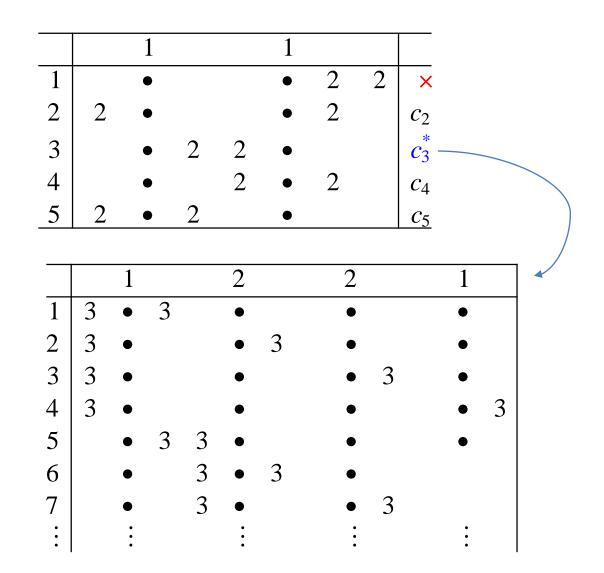


Route sequence: R = (3, 2, 5, 5, 1, 4, 3, 1, 2, 4)Location sequence: X = (4, 3, 7, 1, 1, 6, 5, 2, 2, 2)

Route Sequencing Procedures

- Online procedure: add a shipment to an existing route as it becomes available
 - Insert and Improve: for each shipment, insert where it has the least increase in cost for route and then improve (mincostinsert → twoopt)
- Offline procedure: consider all shipments to decide order in which each added to route
 - Savings and Improve: using all shipments, determine insert ordering based on "savings," then improve final route (savings → twoopt)

Min Cost Insert



Insert and Improve Online Procedure

- To route each shipment added to load:
 - Minimum Cost Insertion
 - Two-opt improvement
- Different shipment sequences *L* can result in different routes
 - Order shipment joins load important

```
procedure insertImprove(y_i \in L)

R = (y_1, y_1)

for i = 2, ..., |L|

R = minCostInsert(y_i, R)

R = twoOpt(R)

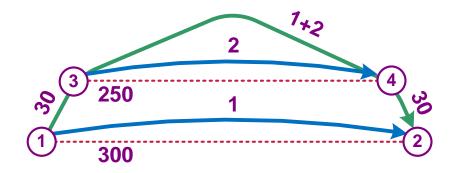
endfor

return R
```

subprocedure minCostInsert $(y, z_i \in R)$ $c_R = c(R)$ for i = 1, ..., |R| + 1, for j = 1, ..., |R| + 1 $R' = (z_1, ..., z_{i-1}, y, z_i, ..., z_{j-1}, y, z_j, ..., z_{|R|})$ if $c(R') < c_R$, $c_R = c(R')$, R = R', endif endfor, endfor return R

subprocedure $twoOpt(z_i \in R)$ $c_R = c(R)$ repeat done = true, i = 1, j = 2while *done* and i < |R|while *done* and j < |R| + 1 $R' = (z_1, \ldots, z_{i-1}, \text{reverseSequence}(z_i, \ldots, z_j), z_{j+1}, \ldots, z_{|R|})$ First improvement if $c(R') < c_R$ $c_R = c(R'), R = R', done = false$ (cf. steepest descent) endif i = i + 1endwhile i = i + 1, j = i + 1endwhile until *done* = true return R

Pairwise Savings



$$s_{ij}$$
 = pairwise savings between shipments *i* and *j*
= $c_i + c_j - c_{ij} > 0$
 $s_{1,2} = 300 + 250 - 310$
= 240

Clark-Wright (Offline) Savings Procedure

- First (1964), and still best, offline routing procedure if only have vehicle capacity constraints (vrpsavings)
- Pairs of shipments ordered in terms of their decreasing (positive) pairwise savings
- Given savings pair *i*-*j*, without exceeding capacity constraint, either:
 - 1. Create new route if *i* and *j* not in any existing route
 - 2. Add *i* to route only if *j* at beginning or end of route
 - 3. Combine routes only if *i* and *j* are endpoints of each route

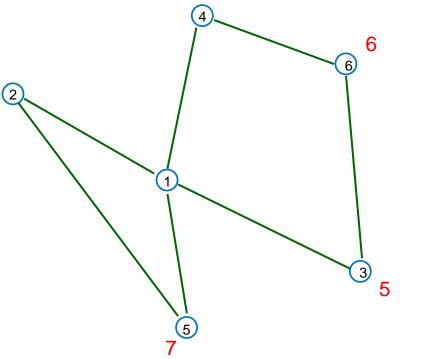
Ex 17: Clark-Wright Savings Procedure

- Node 1 is depot, nodes 2-6 customers
- Customer demands 8, 3, 4, 7, 6, resp.

8

- Vehicle capacity is 15
- Symmetric costs

	1	2 40 0 87 46 65 75	3	4	5	6
1	0	40	48	38	33	48
2	40	0	87	46	65	75
3	48	87	0	67	41	47
4	38	46	67	0	70	34
5	33	65	41	70	0	69
6	48	75	47	34	69	0



4

Multi-Stop (Offline) Savings Procedure

- Pairs of shipments ordered by their decreasing pairwise savings to create i and j (pairwisesavings)
- Creates set of multi-shipment routes (savings)
 R = {R₁,..., R_m}
 - Shipments with no pairwise savings are not included (use sh2rte to add)
- Clark-Wright only adds to beginning or end of a route
 - Multi-stop savings considers adding anywhere in route via min cost insert
 - More computation required, but can include sequence-dependent constraints like time windows (capacity not sequence dependent)

procedure *savings*(**i**, **j**) $R \leftarrow \{\}$ for $k = \{1, ..., |\mathbf{i}|\}$ if $i_k \notin R$ and $j_k \notin R$ **1.** Form new route $R \leftarrow R \cup minCostInsert(i_k, j_k)$ elseif $(i_k \notin R \text{ and } j_k \in R)$ or $(i_k \in R \text{ and } j_k \notin R)$ **if** $j_k \notin R$ **2. Add shipment to route** $temp \leftarrow i_k, \quad i_k \leftarrow j_k, \quad j_k \leftarrow temp$ endif $h \leftarrow \arg\{R_l : j_k \in R_l\}$ $R' \leftarrow minCostInsert(i_k, R_h)$ if $c(R') < c(i_k) + c(R_h)$ $R_h \leftarrow R'$ endif 3. Combine two routes else $g \leftarrow \arg\{R_l : i_k \in R_l\}, \quad h \leftarrow \arg\{R_l : j_k \in R_l\}$ if $g \neq h$ $R' \leftarrow minCostInsert(R_g, R_h)$ if $c(R') < c(R_g) + c(R_h)$ $R_{\varepsilon} \leftarrow \{\}, R_h \leftarrow R'$ endif endif endif endfor return R