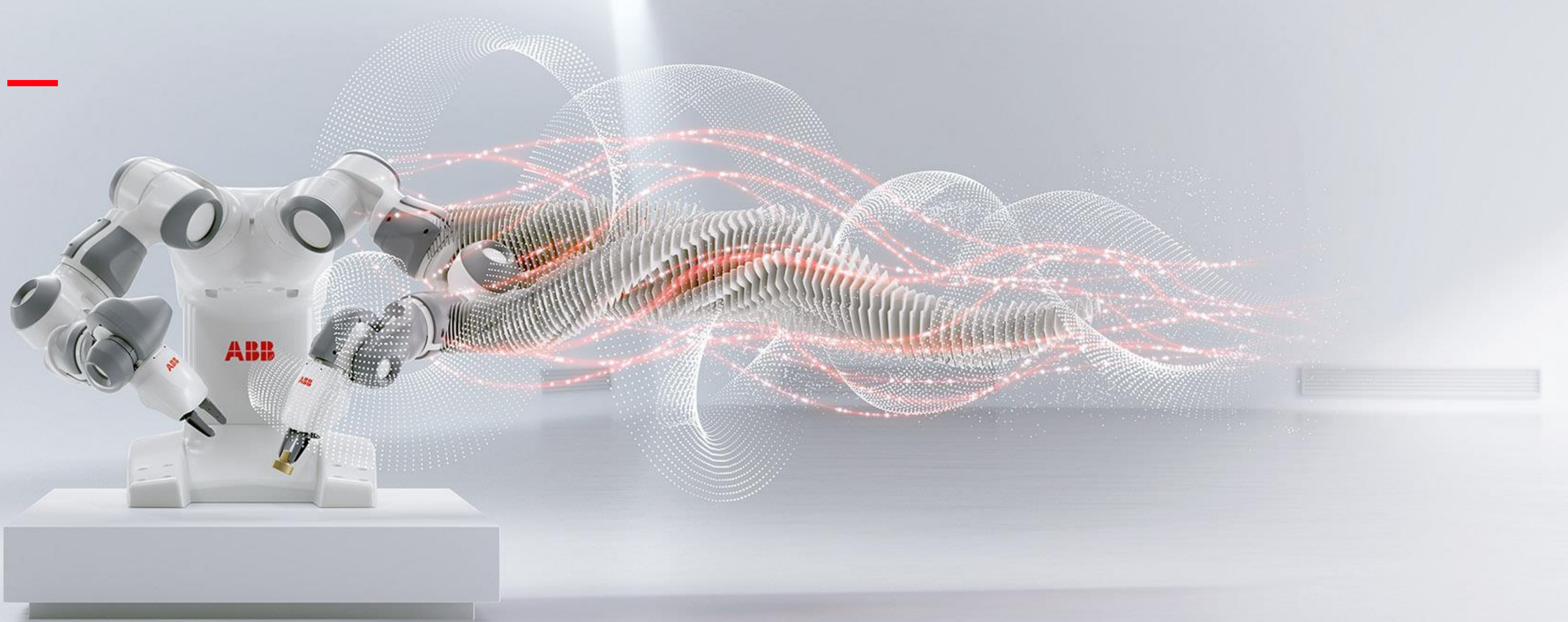


LECTURE PADOVA UNIVERSITY, 20.04.2017

Optimization challenges in ABB

Alessandro Zanarini, PhD, Principal Scientist

Agenda

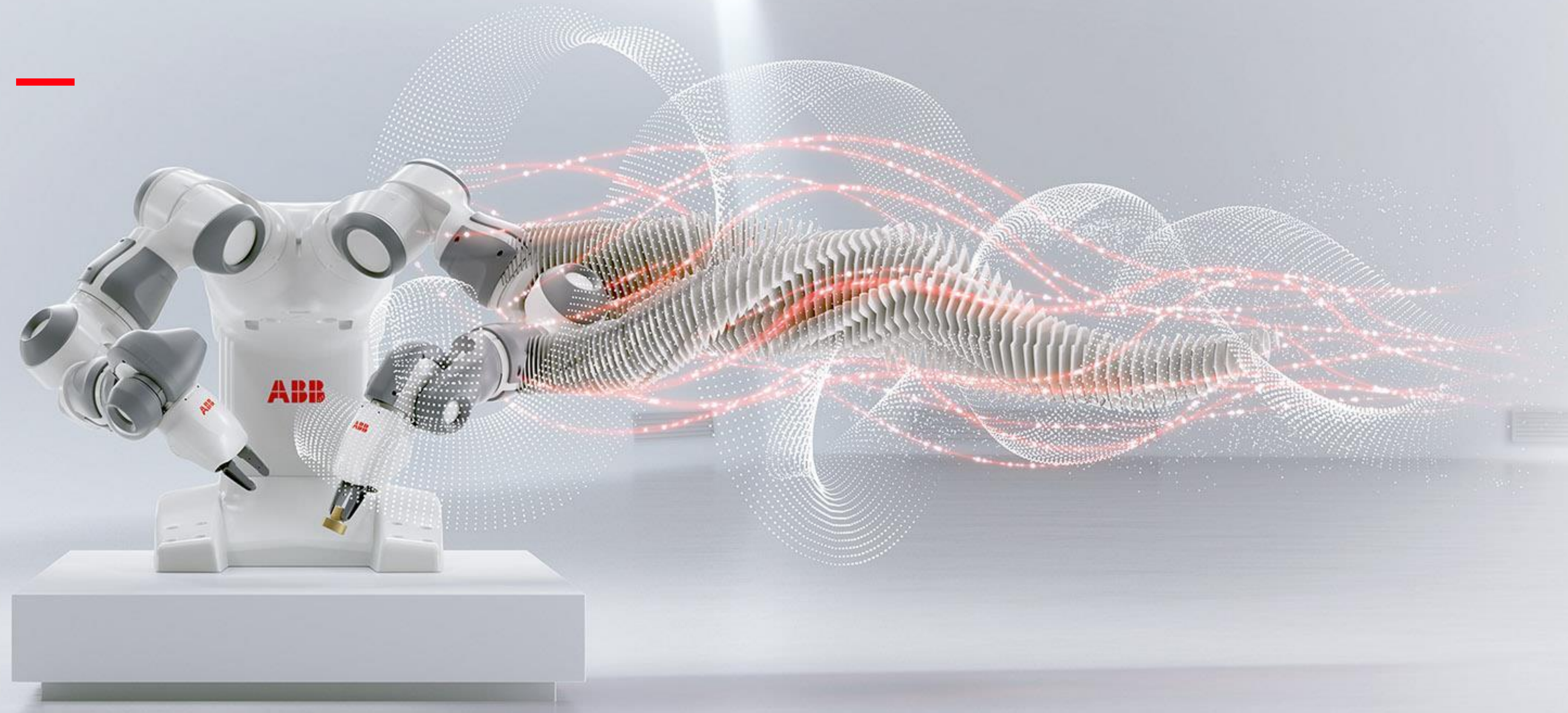
Introduction to ABB

(My very own experience on) Optimization Role and Goals

Optimization challenges in ABB

Case studies

Conclusions



Introduction to ABB

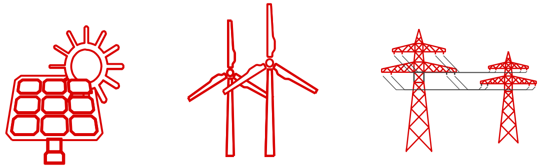
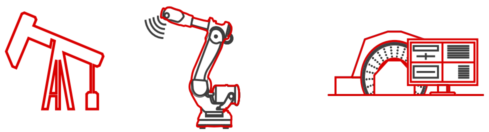
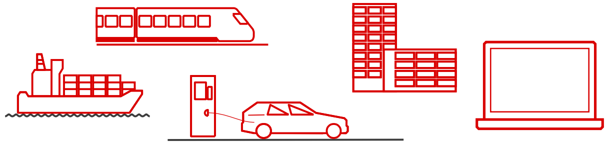
ABB: the pioneering technology leader

What (Offering)	**Pioneering technology**		
	Products 58%	Systems 24%	Services & software 18%
For whom (Customers)	**Utilities**	**Industry**	**Transport & Infrastructure**
	~35% of revenue	~40% of revenue	~25% of revenue
Where (Geographies)	**Globally**		
	Asia, Middle East, Africa 38%	Americas 29%	Europe 33%

~$34 bn revenue	~100 countries	~132,000 employees

Well positioned in attractive markets

Power & Automation

Utilities	Industry	Transport & Infrastructure
		
Renewables Grid automation / digitalization Microgrids Smart upgrades Electrification penetration Energy storage	Productivity Energy efficiency Automation penetration Internet of Things, Services and People Power quality / reliability Emerging markets	Urbanization Data management Electric transport Energy efficiency Power quality / reliability Decentralized power generation

Power & Automation "for the grid" (Utilities)

Power & Automation "for the site" (Industry; Transport & Infrastructure)

Shaping the world through innovation

+$1.5 bn

Investment annually

~ 8,500

Scientists and engineers

~ 70

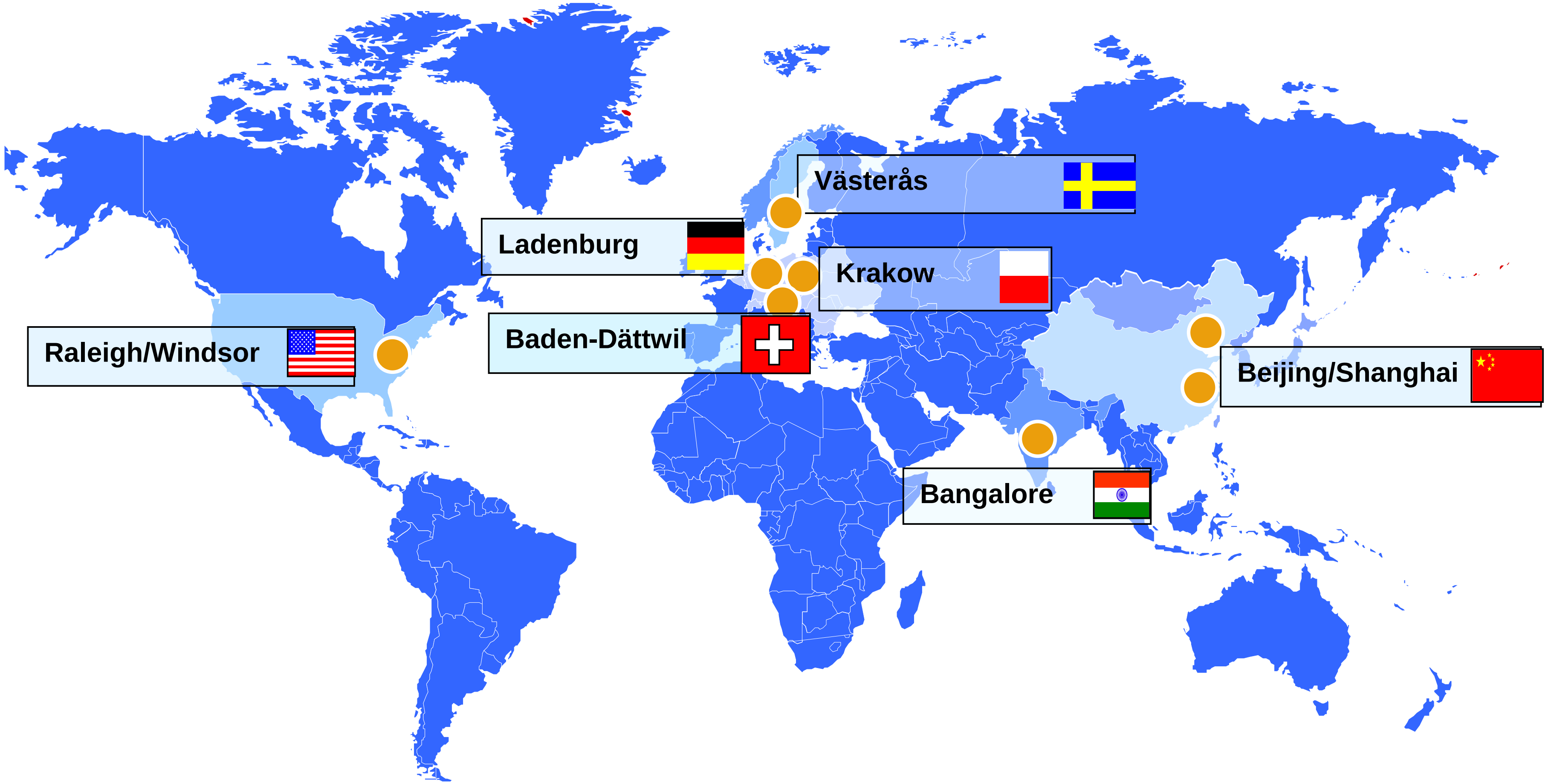
University collaborations

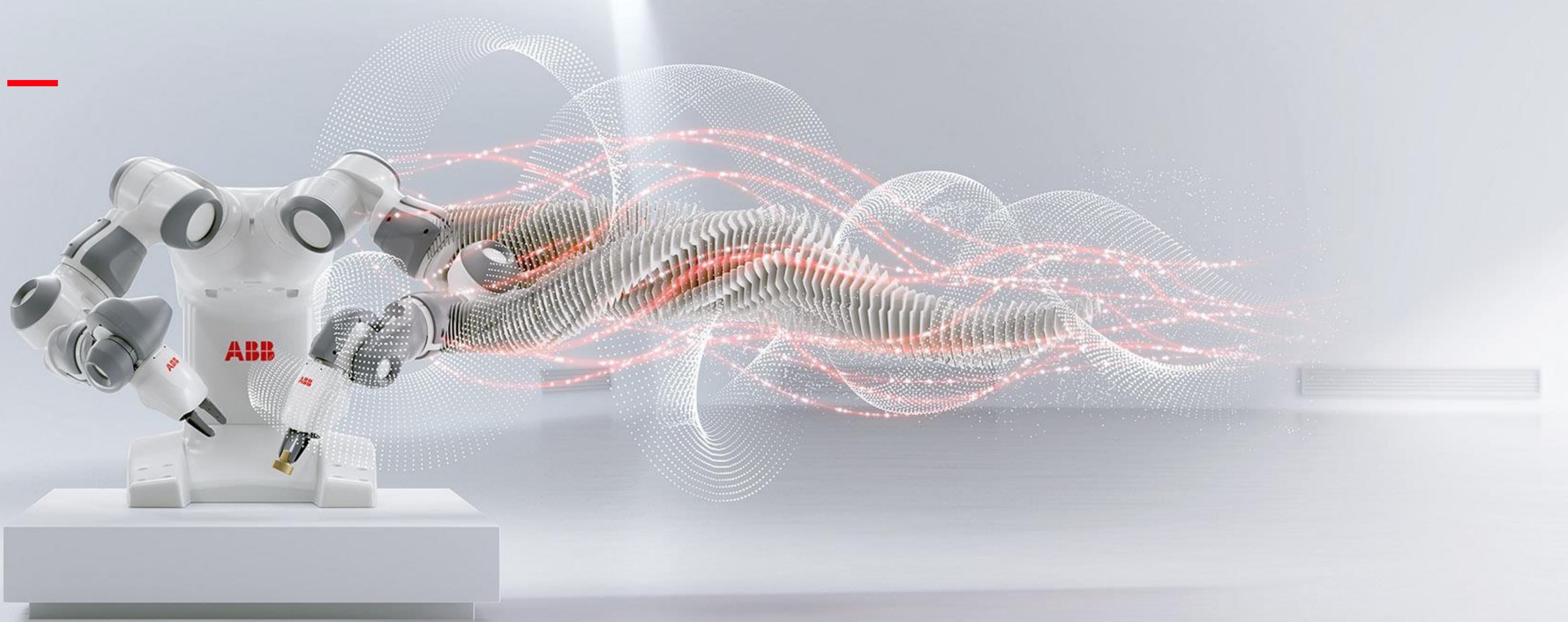
7

Corporate research labs linked by a global research organization

Innovation is ingrained in the DNA of ABB

7 Research centers





(My very own experience on) Optimization Role and Goals

Automated tool vs Optimization

- Shift from “manual” to “automated tool” is seen as the holy grail
- Optimization seen as cherry on the cake… but the cake is needed first ☺
- Optimization expert needs to educate the customer about “optimization potential/capabilities”
- Customer does not (always) know what he/she wants to optimize
- Optimization can unleash considerable potential savings

- Optimization may threaten jobs. No-optimization may threaten entire companies

Optimization development phases

1. Discovery
   – Understanding the problem, its constraints, its objective function(s)
2. Designing and implementing an optimization model/algorithm
   – All models are wrong but some are useful (cit. George Box) → understanding necessary assumptions/approximations
3. Integrating with existing IT system / workflow
   – Fetching and preparing input to optimization model/algorithm
   – Feeding back the (sub) optimal solution
4. Testing
   – Verifying constraint satisfaction, hypothesis, etc…

45%

10%

25%

20%

Business case/model needs to be defined!!!

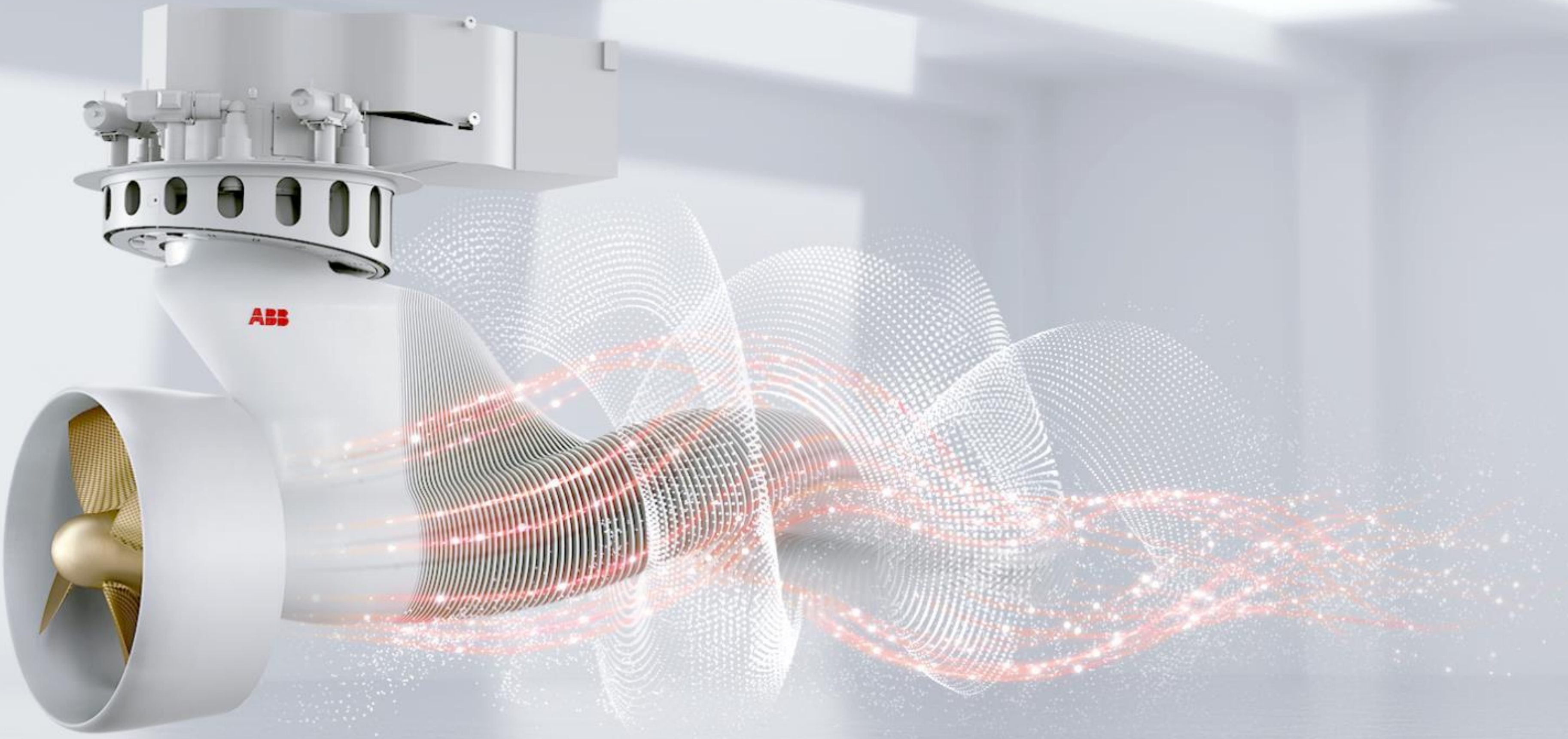
ABB

Optimization technologies

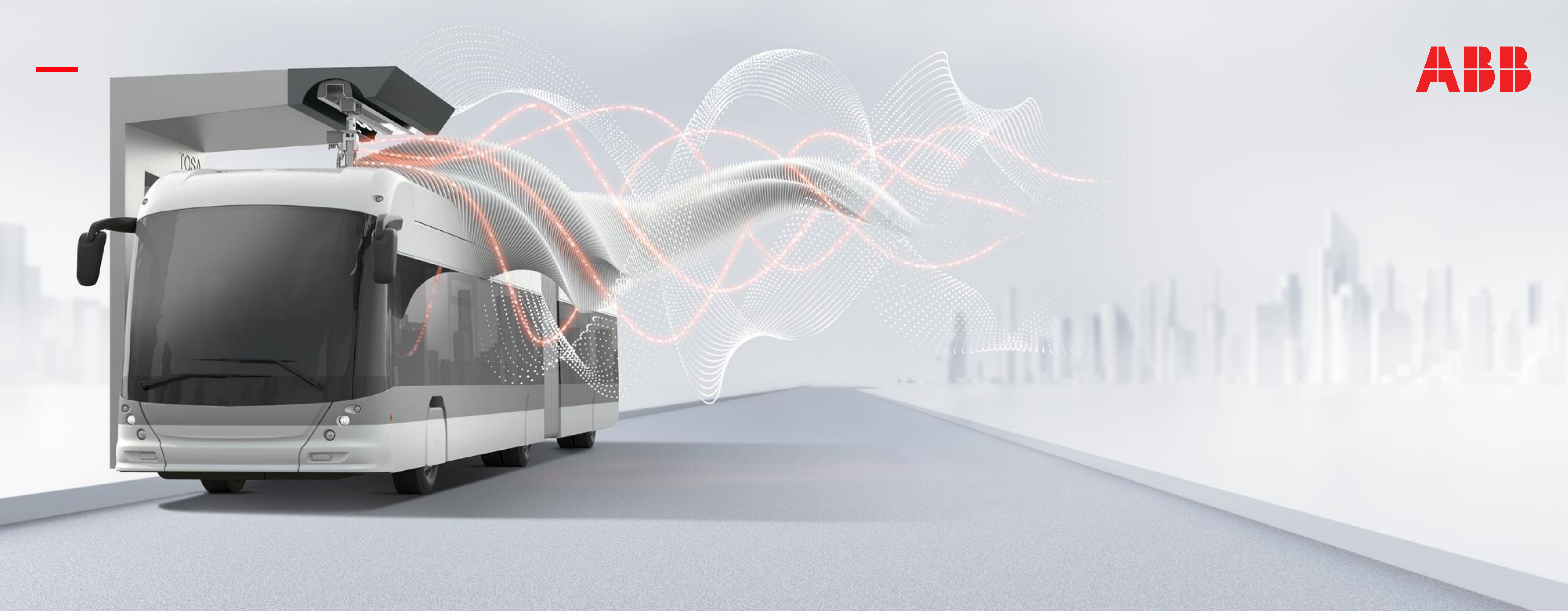
A highly incomplete list for discrete optimization

- Mathematical Programming
- Greedy algorithm
- Constraint Programming
- Graph algorithms
- Metaheuristics
- Swarm intelligence
- Genetic Algorithms
- Machine Learning

Master the technologies and understand pros and cons

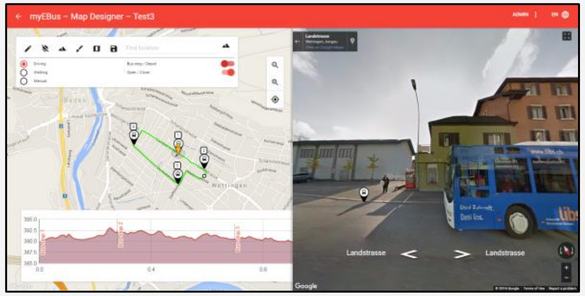


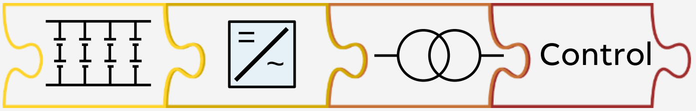
Optimization challenges in ABB

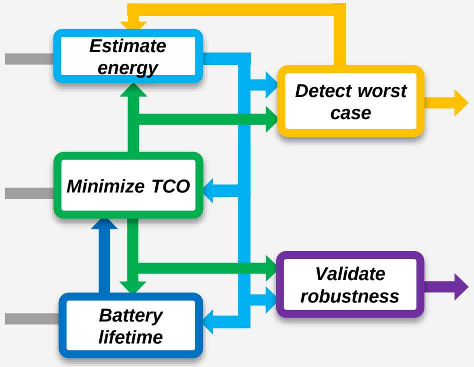


Electric public transportation

Optimize electric charging infrastructure for e-buses







Benefit
Why

- Increase chance of **winning projects**
- **Minimize ABB** engineering and **tendering costs**
- Find the most **cost-effective technical solution** for a given city
- Develop and maintain relevant **battery know-how** in ABB, contribute to **ES Vertical**

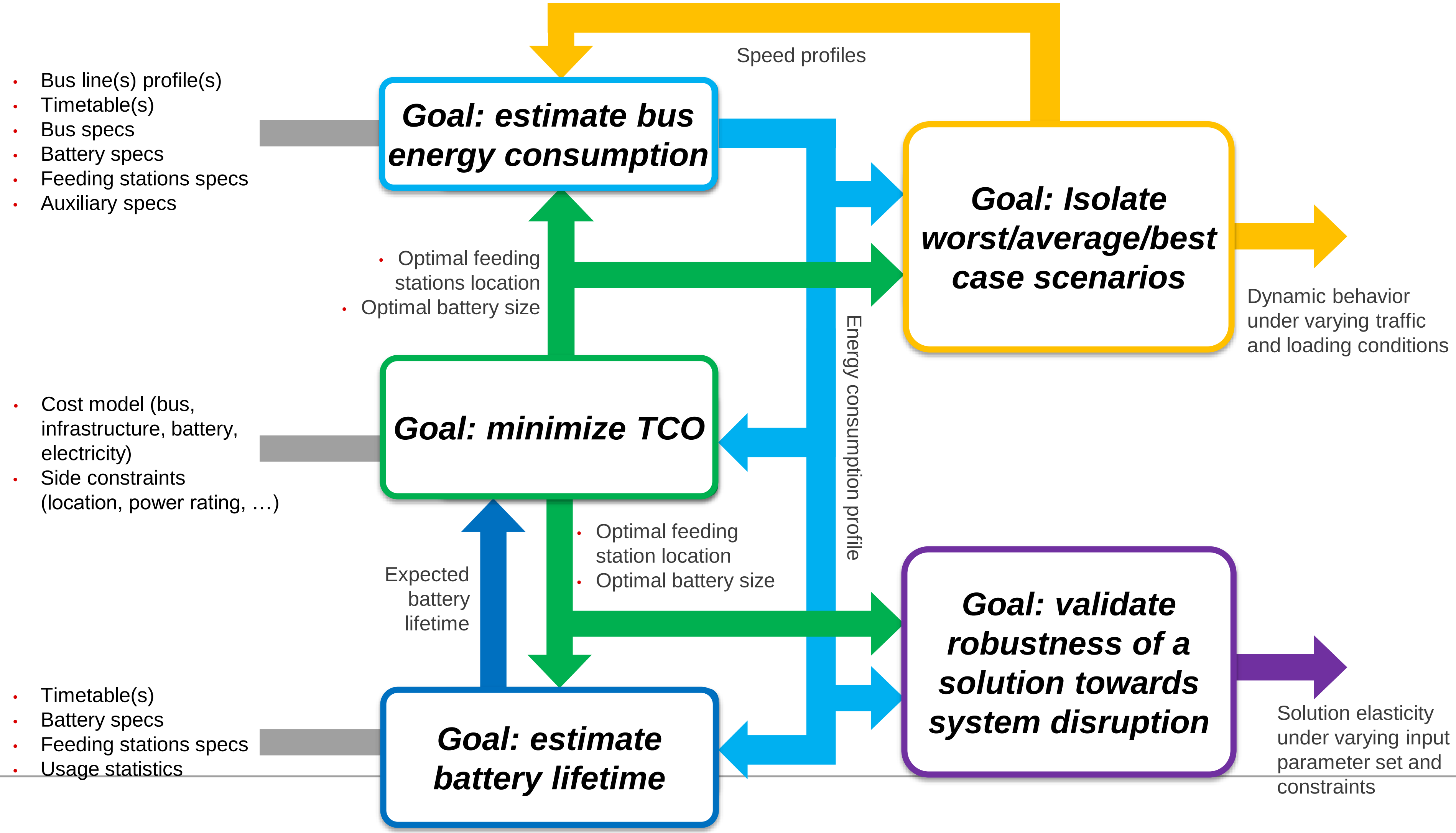
Technical Solution
How

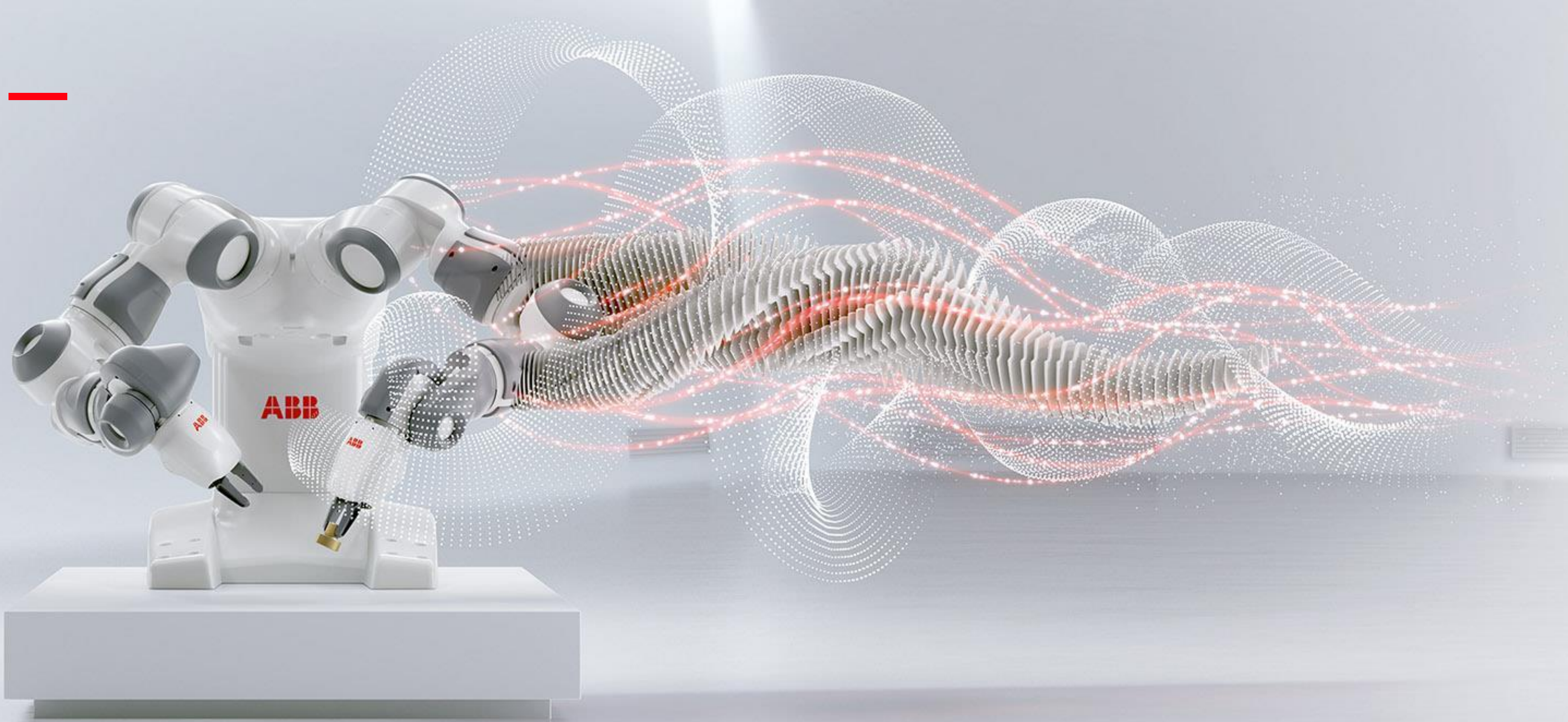
- E-Bus and system **simulation and optimization**
- **Traffic simulation** for mobile BESS
- **Sensitivity analysis** to assess solution robustness
- Further development of battery **electrical / thermal / ageing model**

Project Goal
What

- **Minimize TCO**
- **Minimize engineering and tendering time**
- **Minimize project risks** thanks to advanced battery ageing models
- Assess **solution robustness** towards varying traffic, load and weather **conditions**

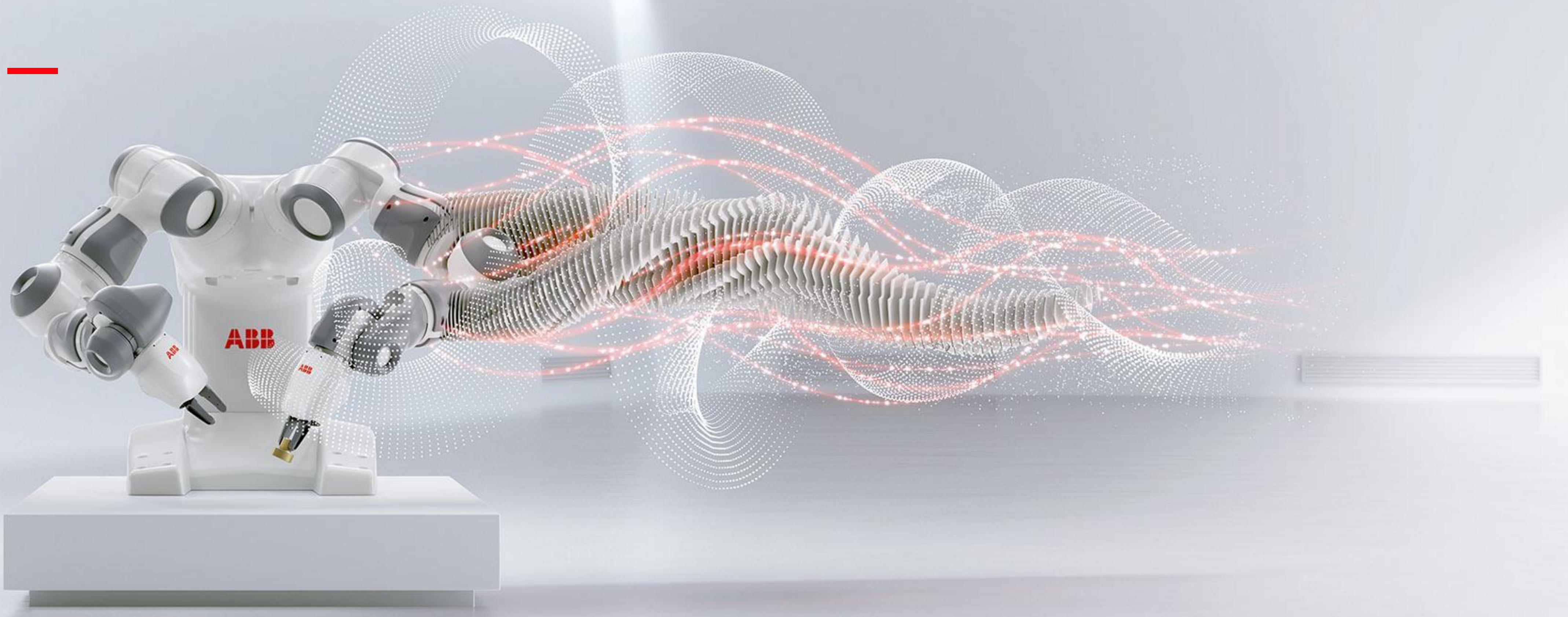
Architecture





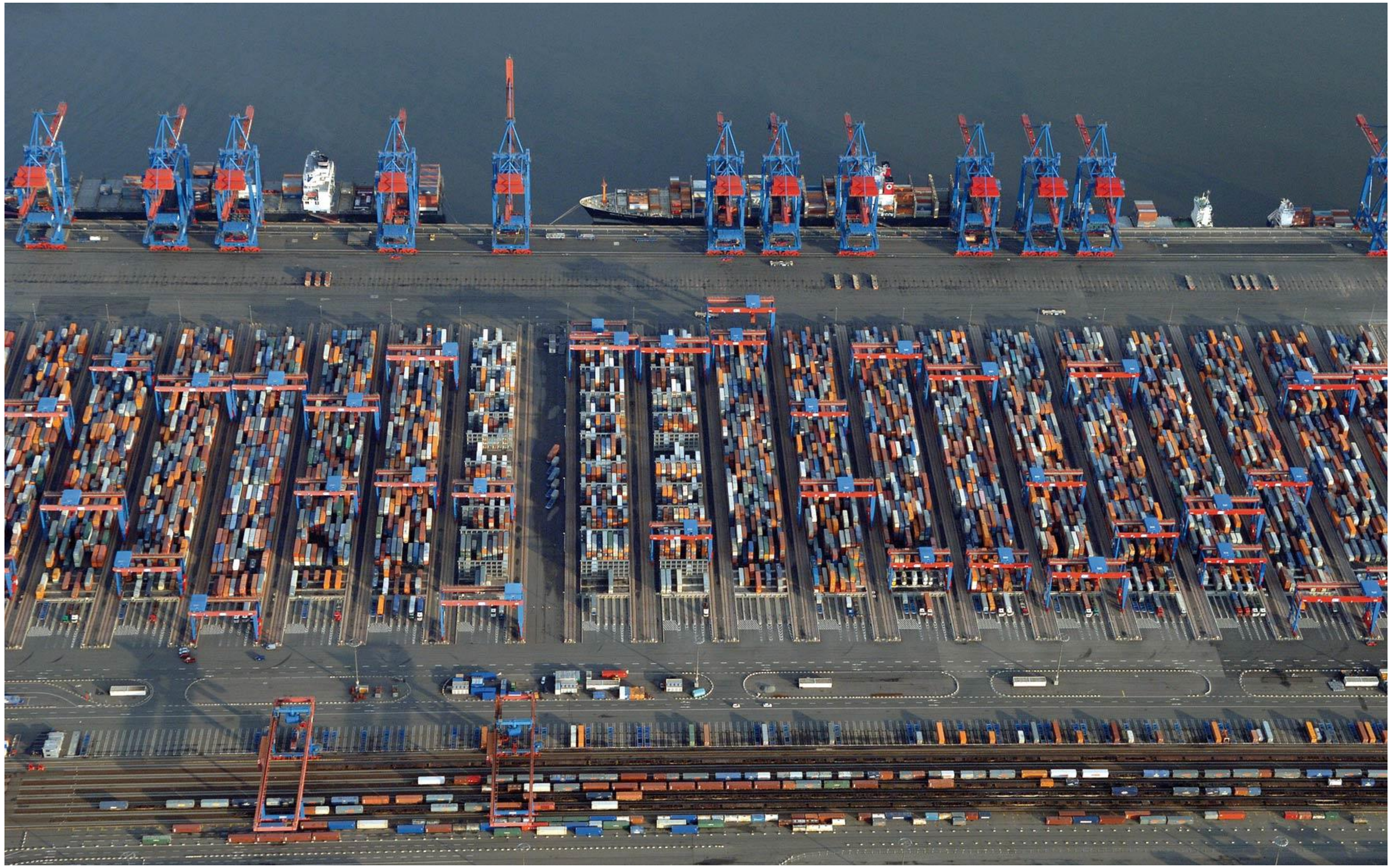
Robot Sequencing

ABB Yumi

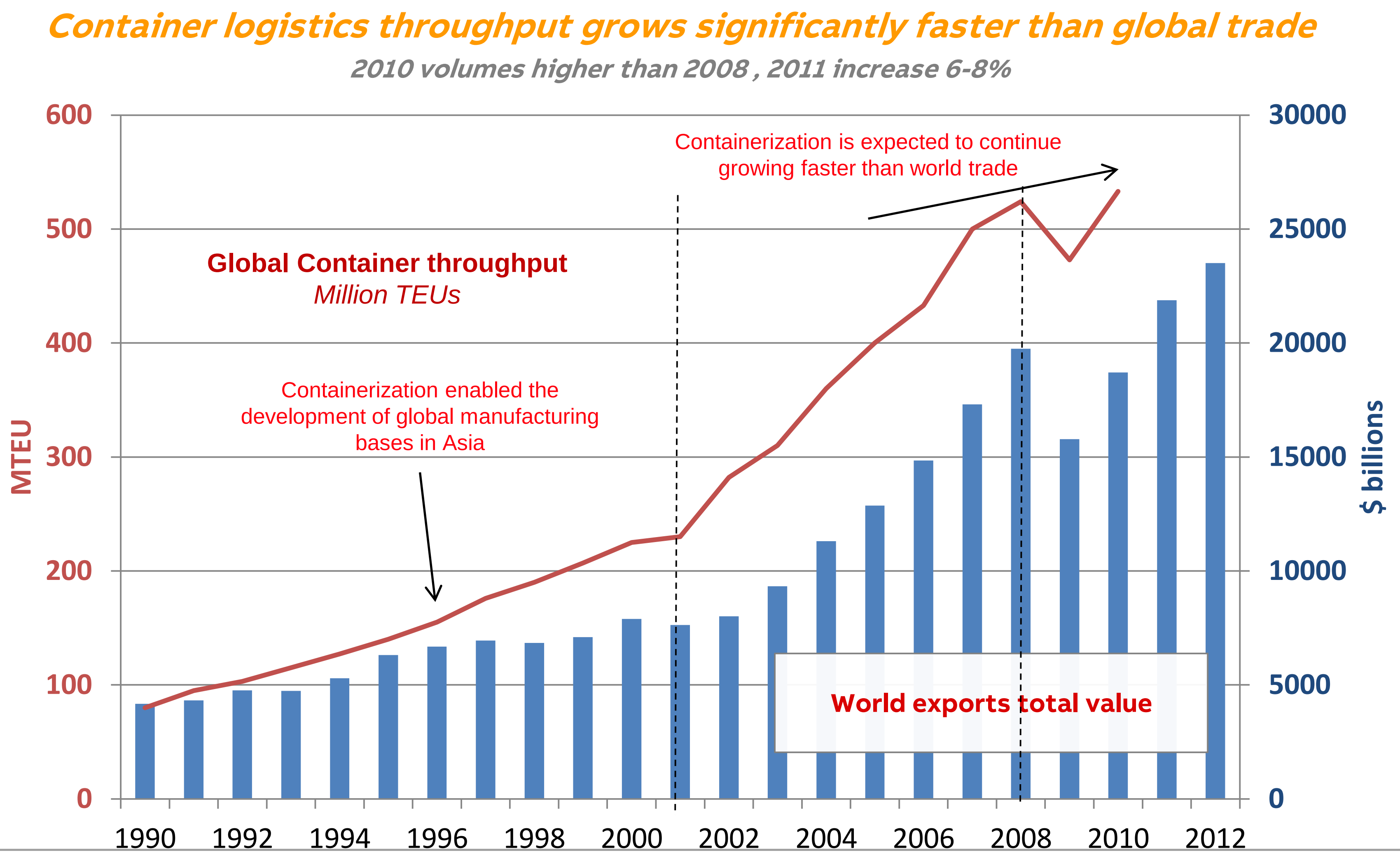


Container Terminal Optimization

Container terminals



Container trade growth



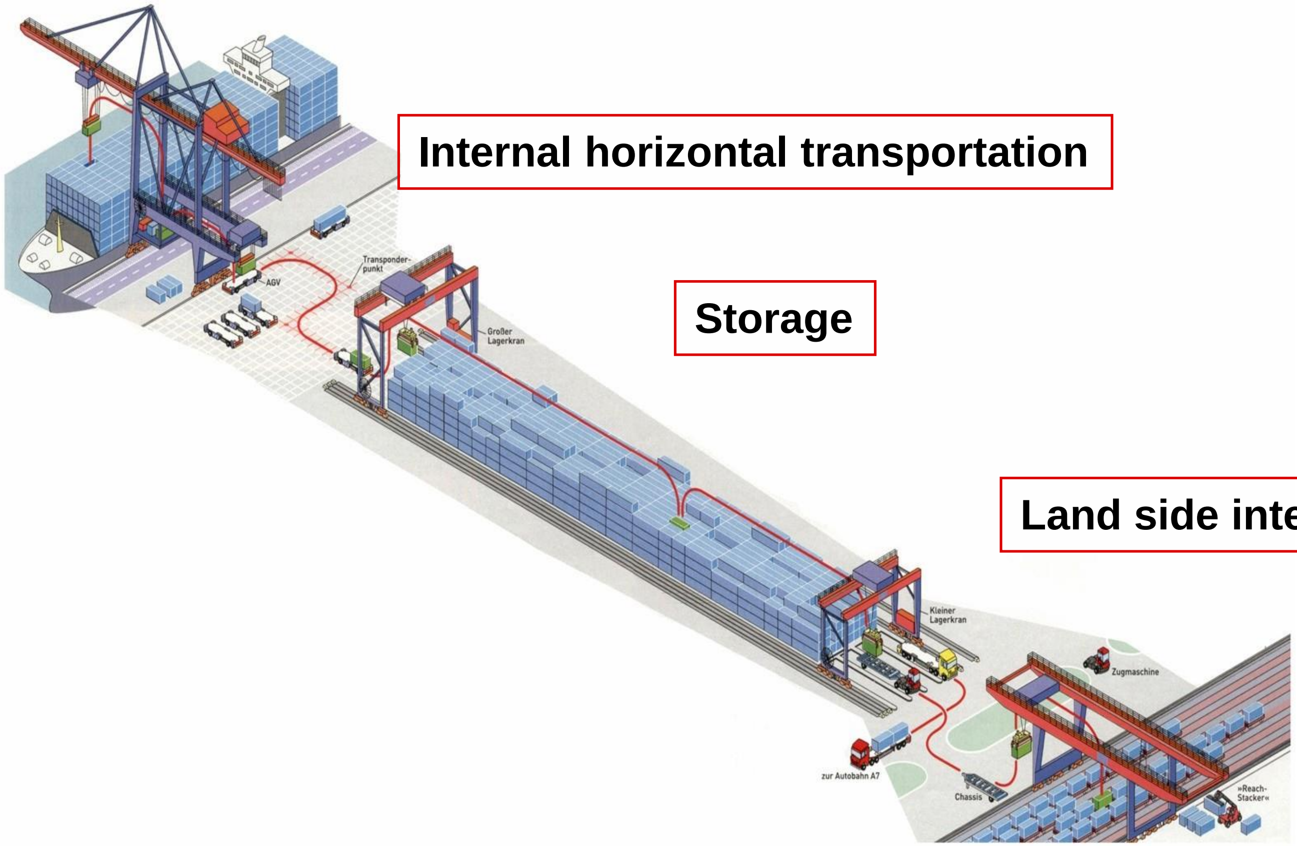
Zooming in

Off-load/load ship

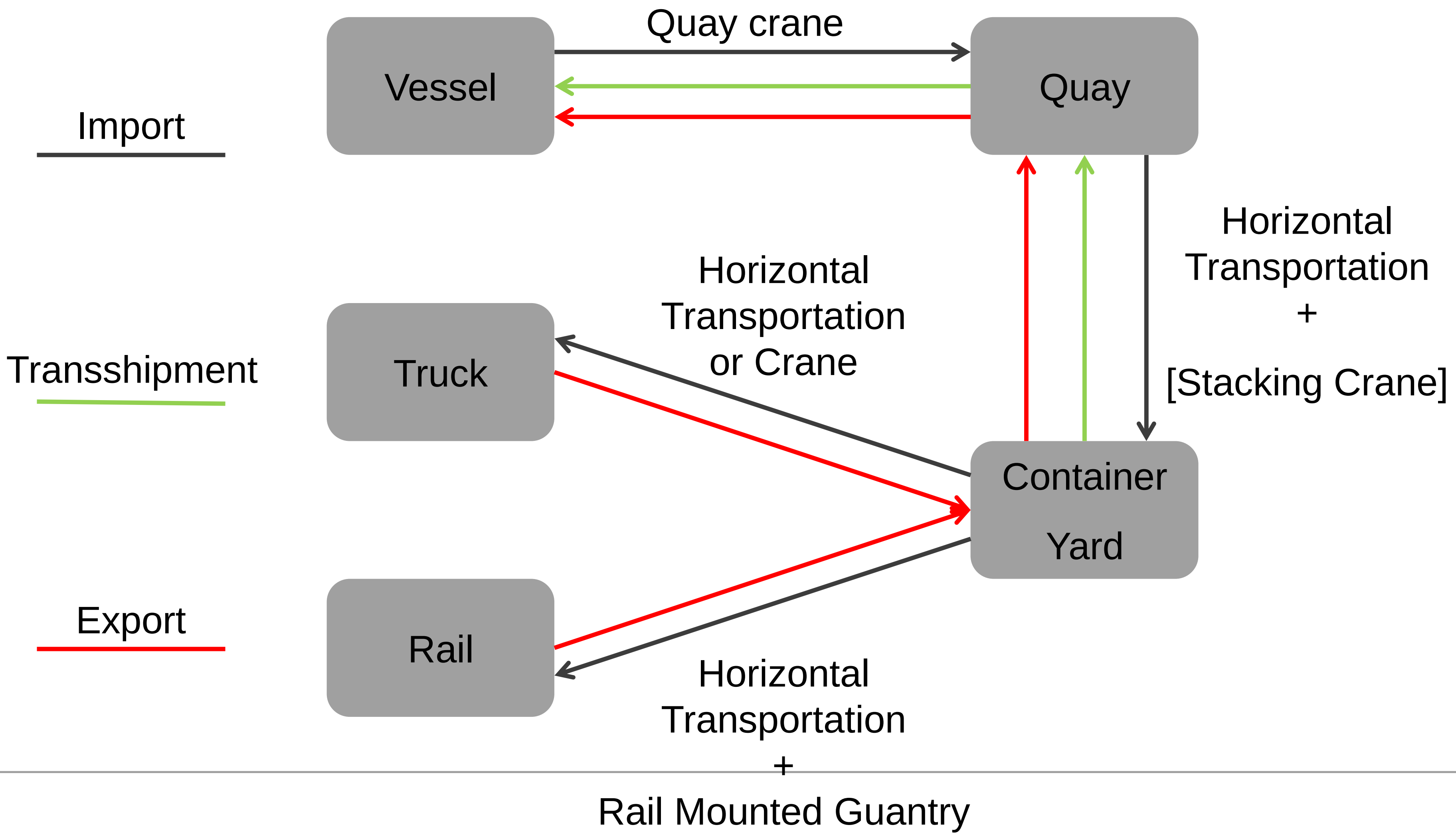
Internal horizontal transportation

Storage

Land side interface

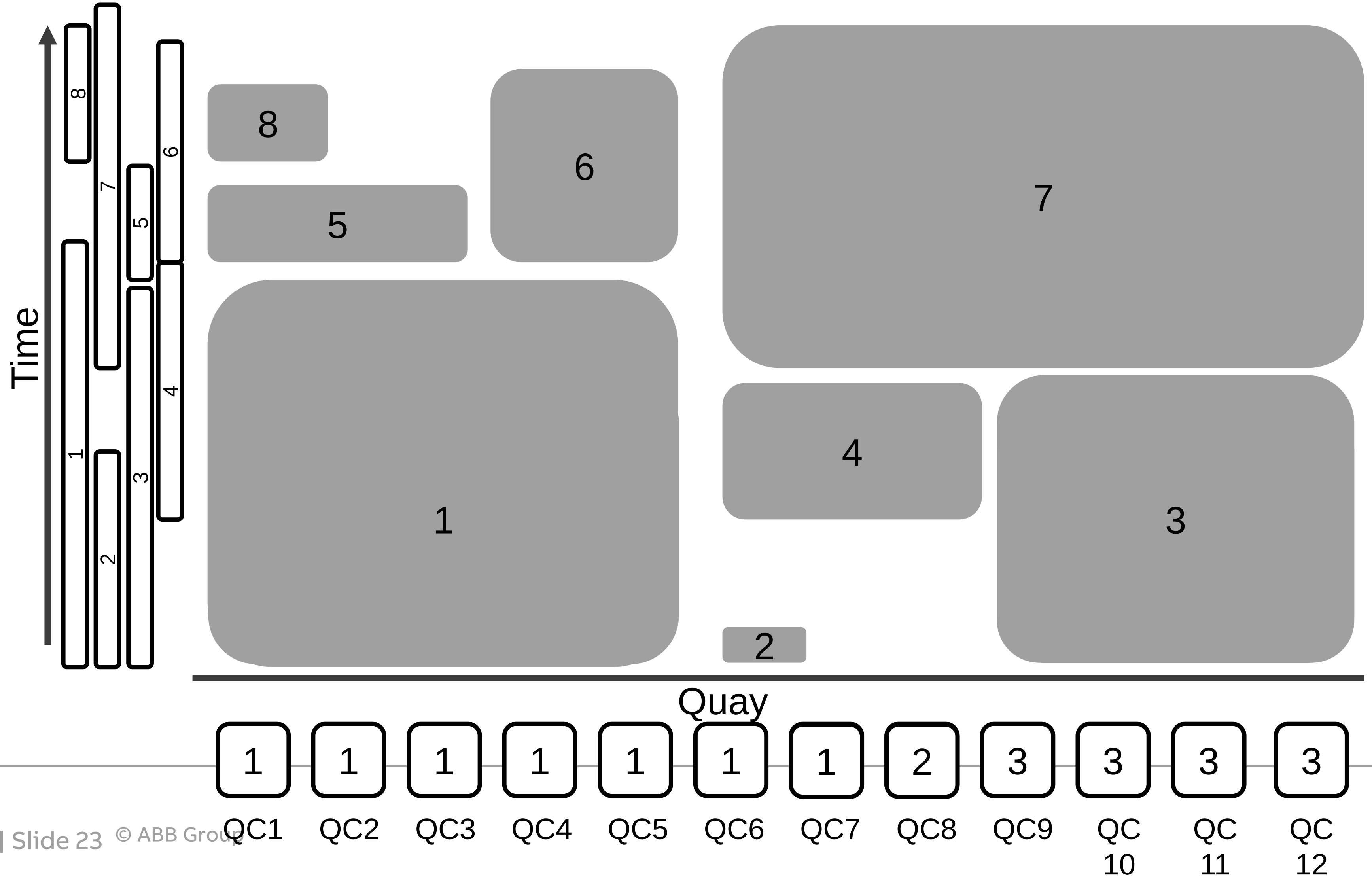


The life of a container in a terminal



Berth Allocation

Rich 2D packing problem



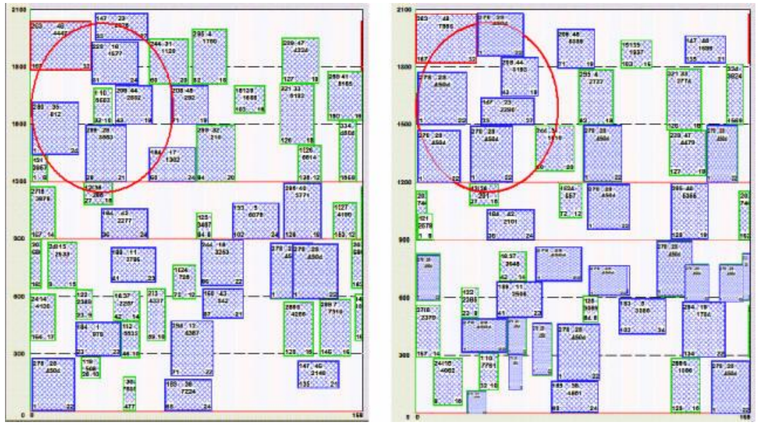
Berth Allocation

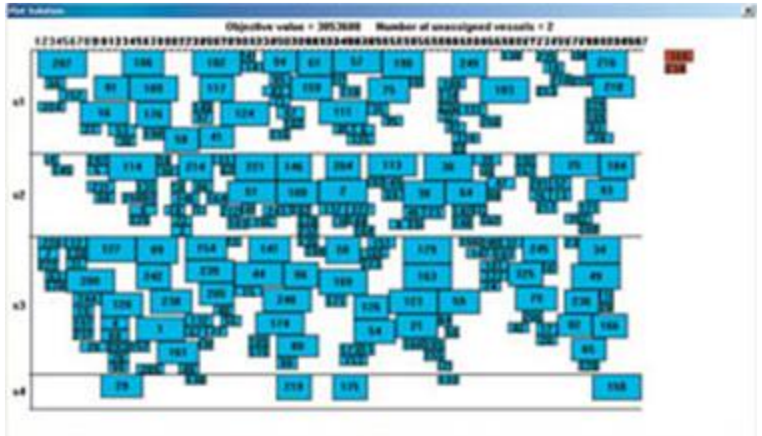
High Level Model

Objective function
- Maximize Quay Utilization
- Minimize Lateness
- Minimize Number QC Used Per Shift
- Minimize Number QC Night Shifts
- Minimize QC Idleness

Constraints
- Space and Time Constraints
- Non Passing Cranes
- Crane/Ship Compatibility
- Maximum Number Cranes per Ship

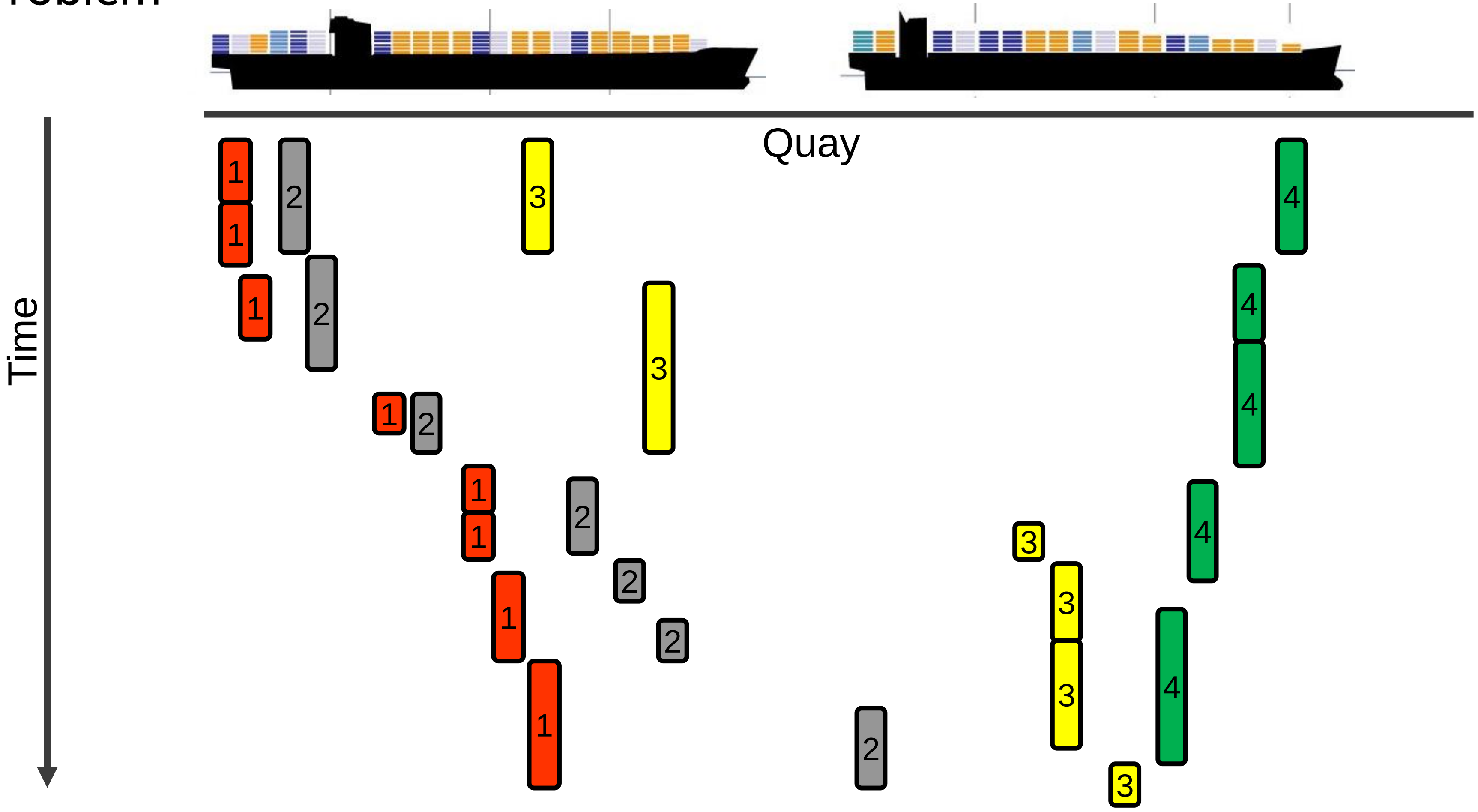
Features: offline problem





Quay Crane Allocation and Scheduling

Scheduling Problem



Quay Crane Allocation and Scheduling

High Level Model

Objective Function

- Maximize Throughput
- Minimize Interference
- Minimize QC Idleness
- Maximize Dual Cycling (single crane / multiple crane)

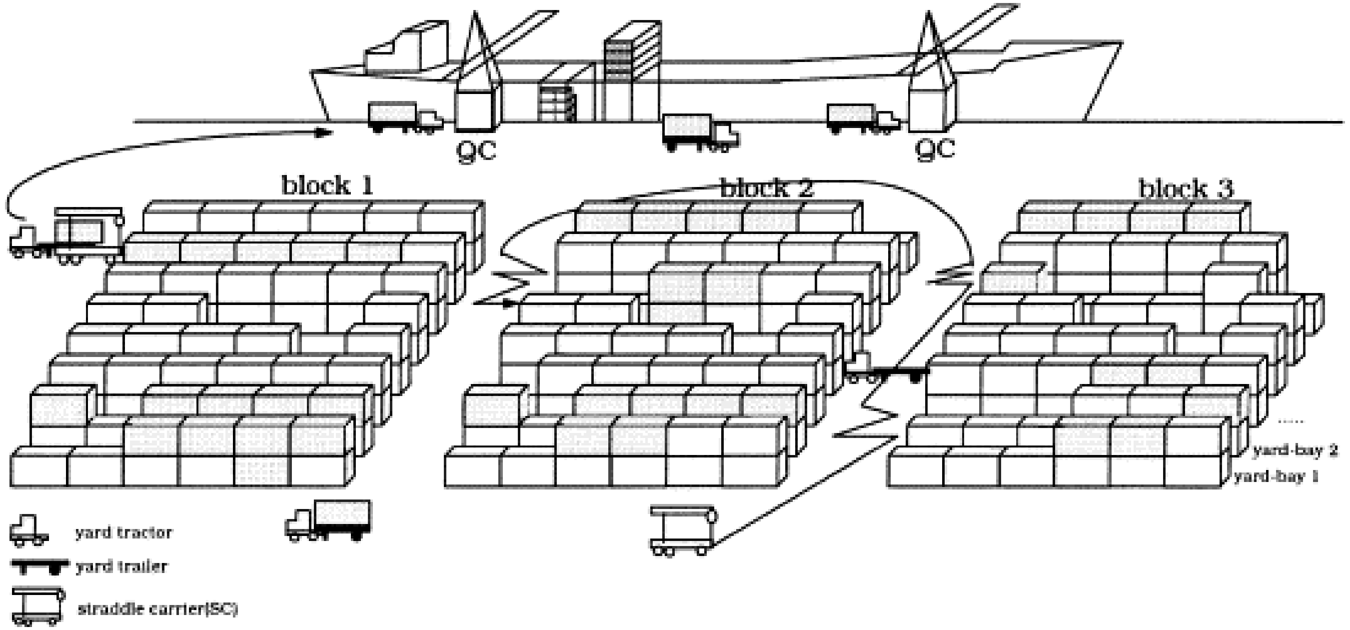
Constraints

- Safety Distance
- Non Passing Cranes
- Precedence between Working Queues
- Setup Time between Working Queues
- Boom-up / boom-down
- Crane/Ship Compatibility

Features: online and stochastic (working queue timing and QC failures)

Horizontal Transportation

Routing Problem



Horizontal Transportation

High Level Model

Objective Function

- Minimize QC/ASC Waiting Time
- Maximize Throughput (moves/hour)
- Minimize Empty Travelling Distance

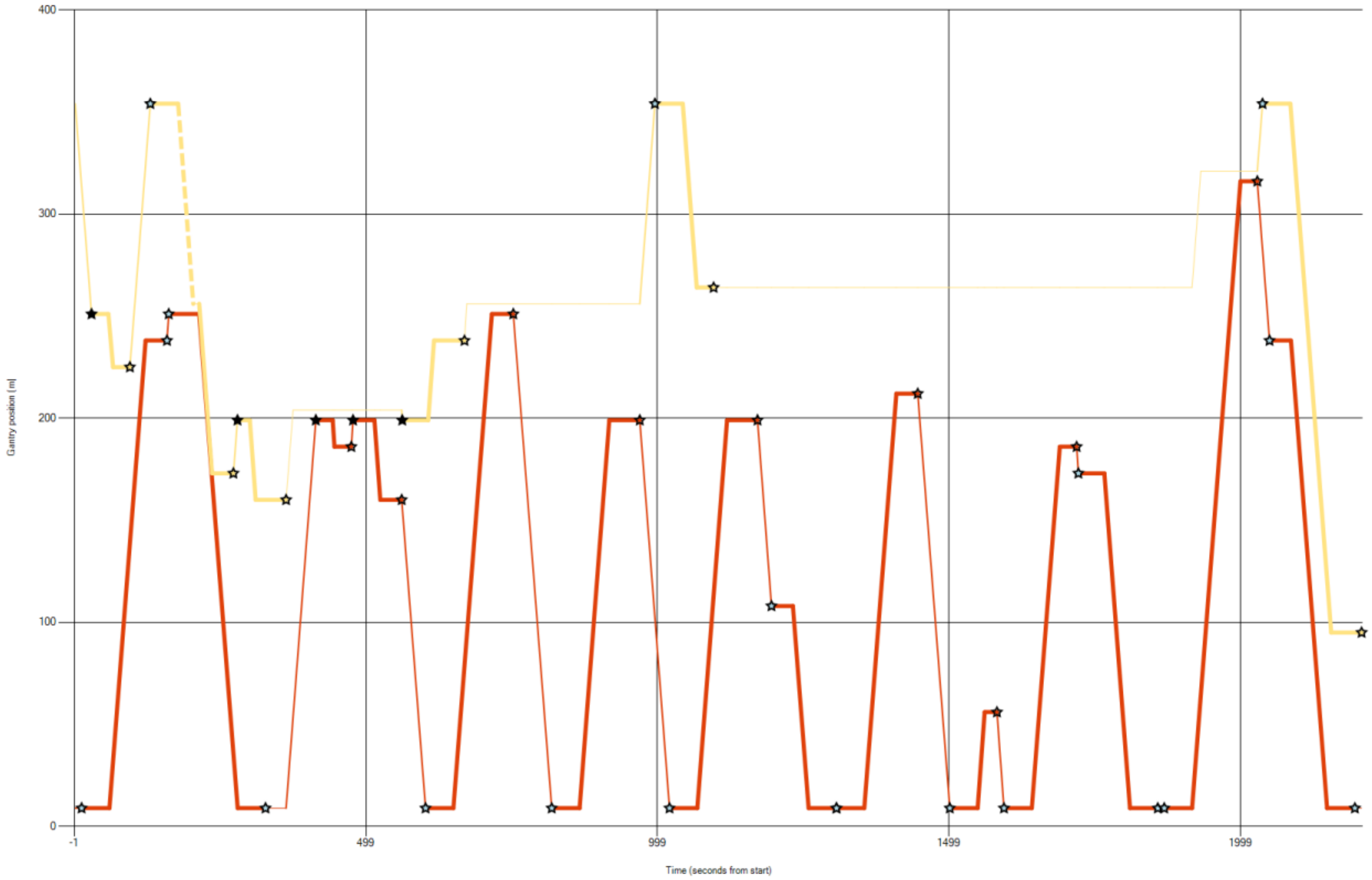
Constraints

- Precedence between Job Orders
- Job Order Time Windows (release and due dates)
- Maximum Waiting Time for Trucks [Straddle Carriers]
- Global Pooling vs Local Pooling
- Union Regulations [Manned Vehicles]

Features: online, highly stochastic (timing and job orders), data flow

Automatic Stacking Crane Scheduling [Columbus]

Scheduling Problem



Automatic Stacking Crane

High Level Model

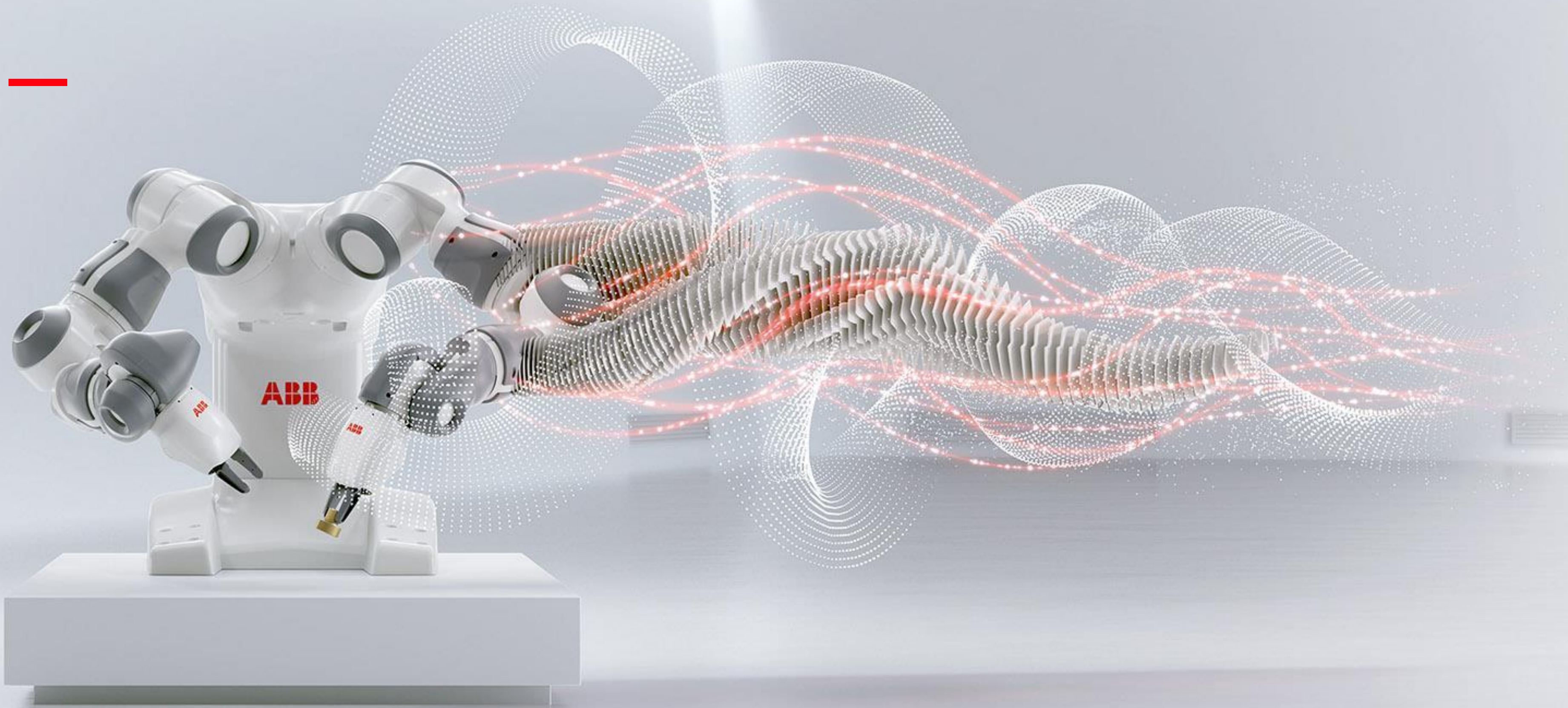
Objective Function

- Maximize ASC Throughput
- Minimize Empty Travelling Distance
- Minimize AGV/Trucks Waiting Time

Constraints

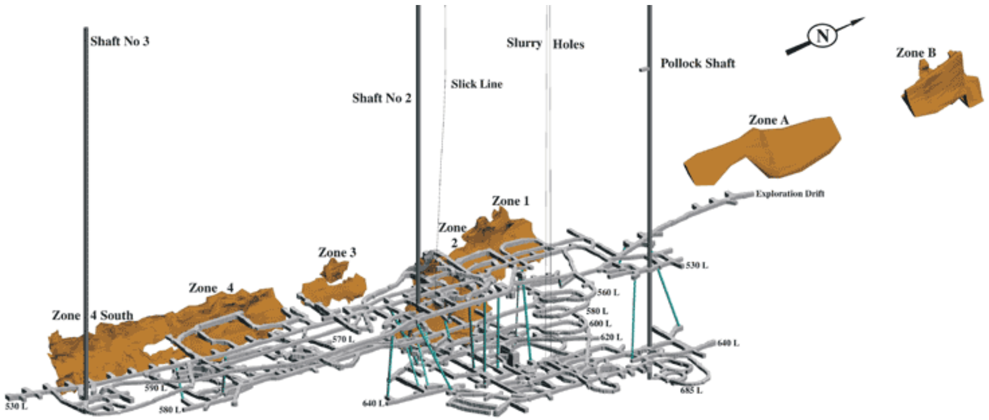
- Non Passing Cranes
- Precedence between Job Orders
- Job Order Time Windows (release and due dates)
- Coupled vs Decoupled Transfer Zone

Features: online, highly stochastic (timing and job orders), data flow



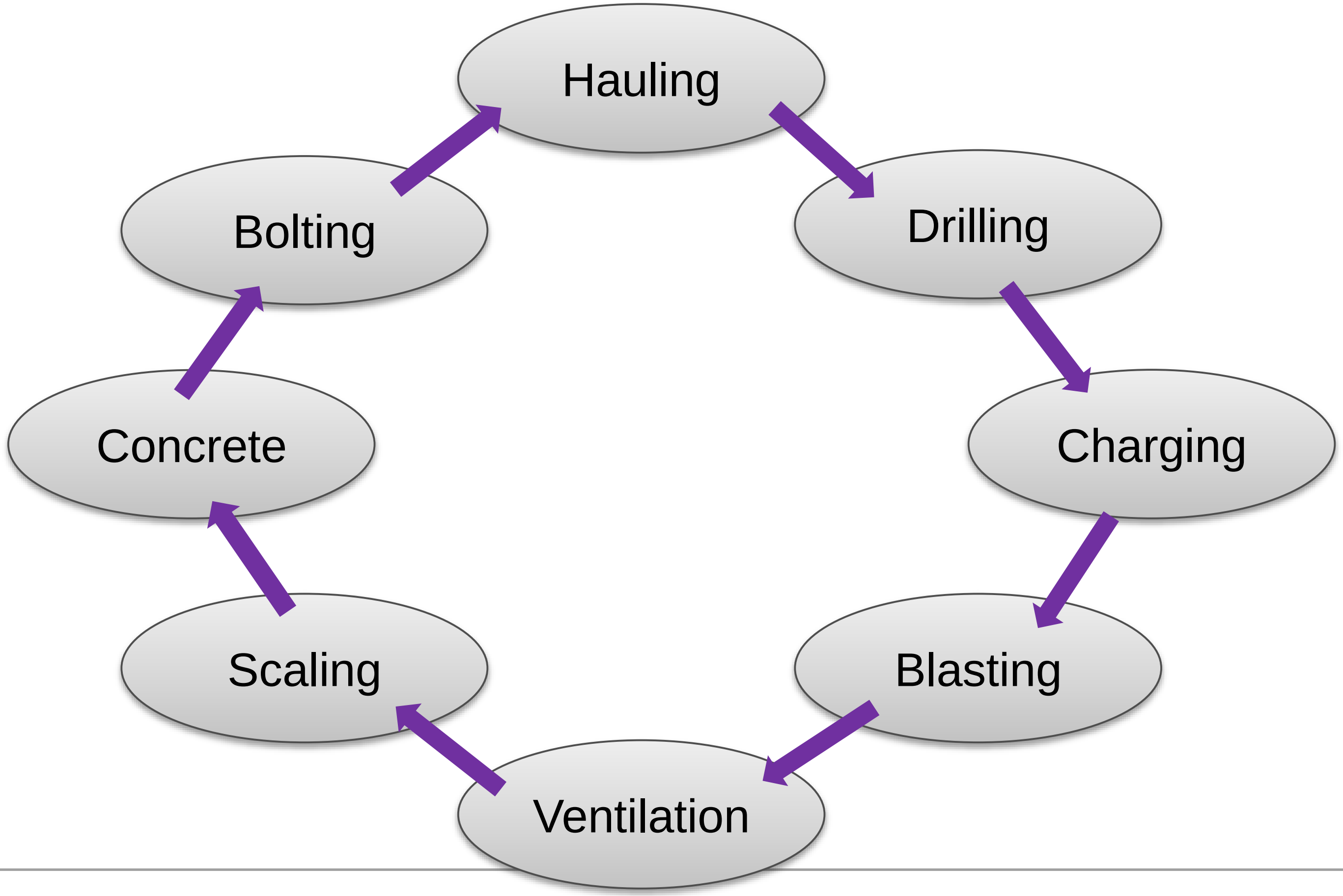
Mining industry

Underground Mine



Automated scheduling

Example of drill & blast cycle

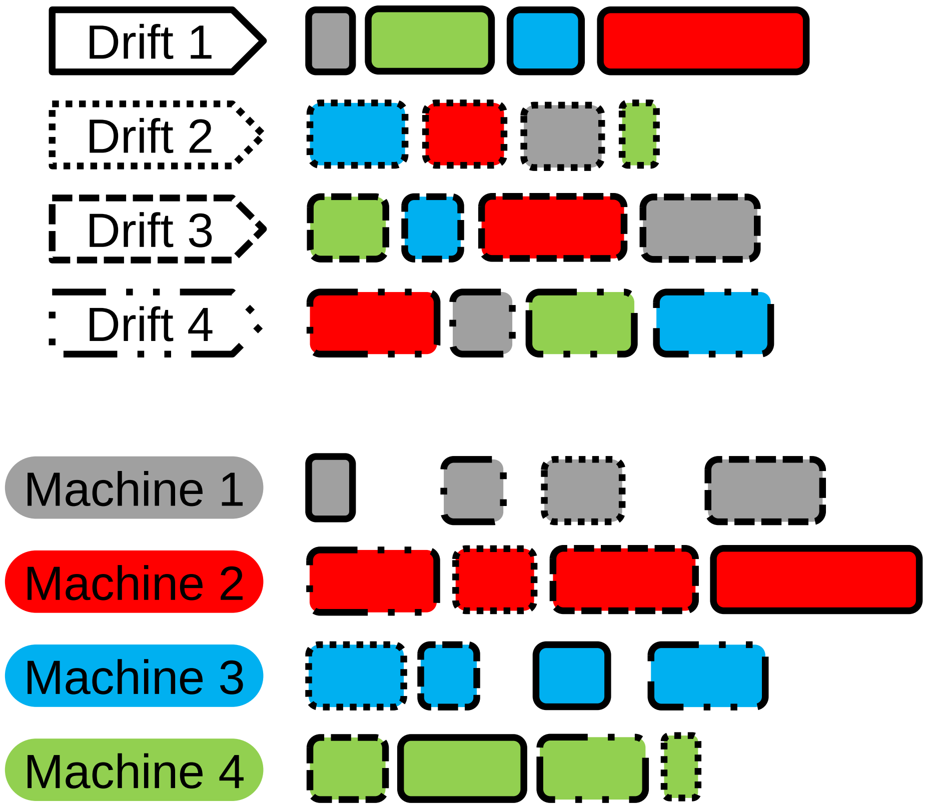


Automated scheduling

Blasts can only take place at certain times

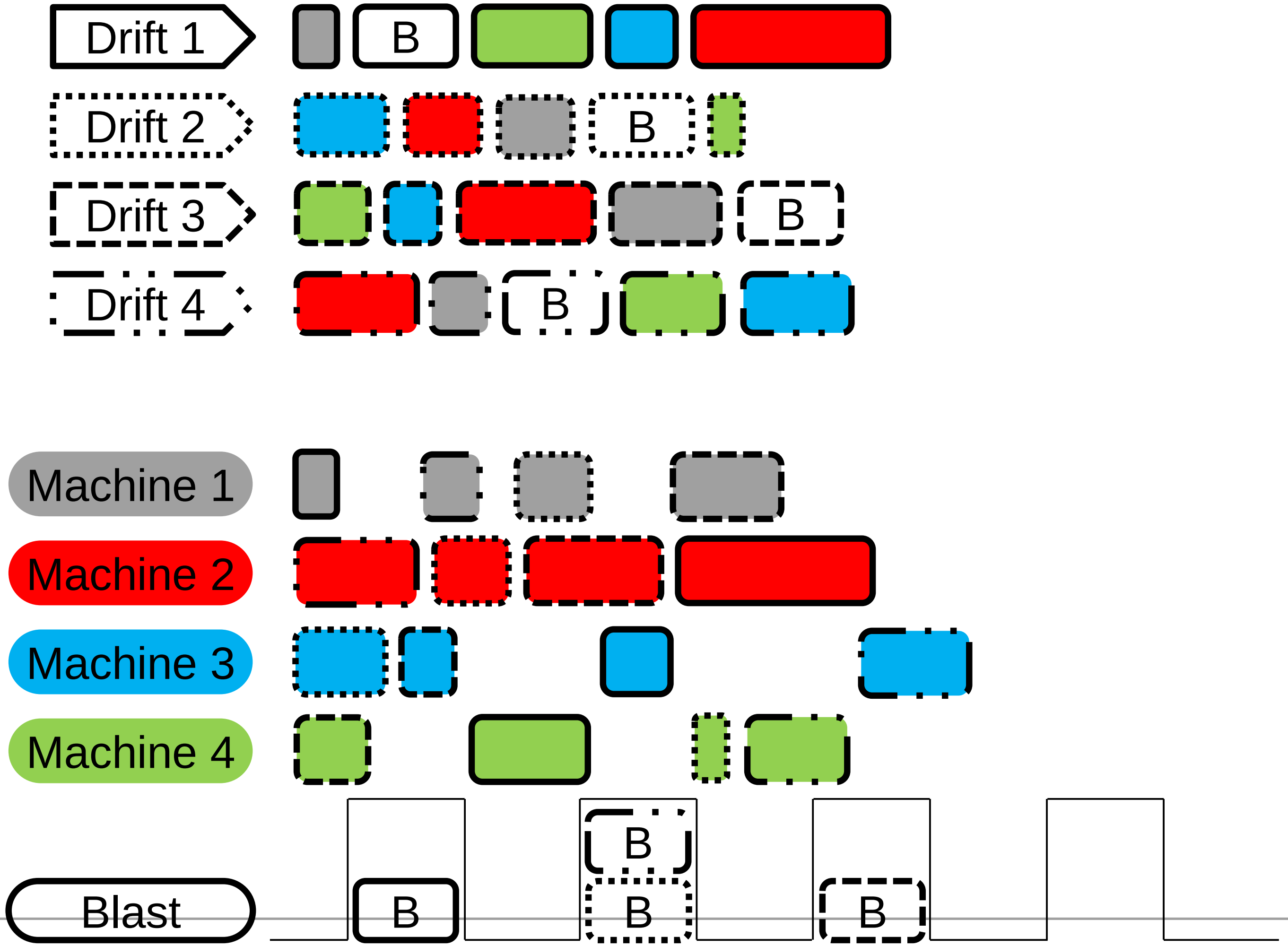
Mine Scheduling as a Rich Job Shop Problem

The pure Job Shop Problem



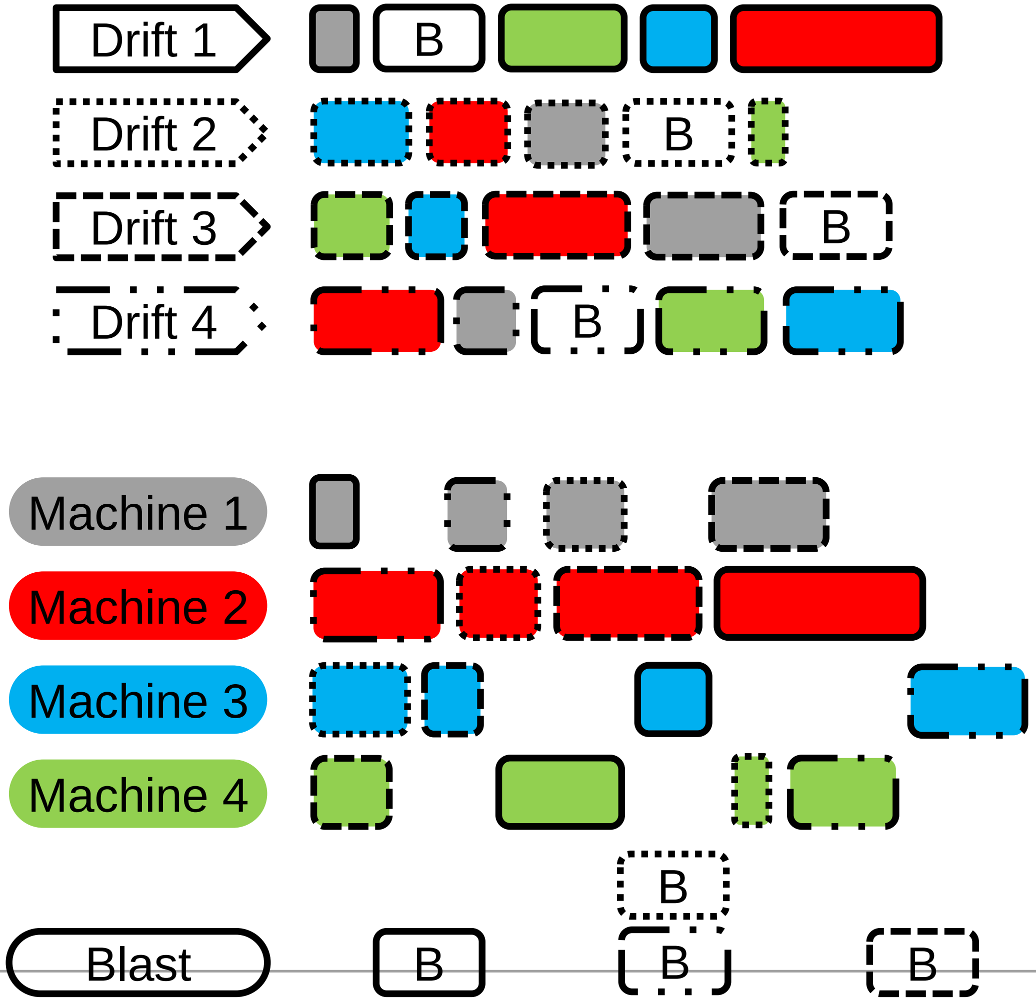
Mine Scheduling as a Rich Job Shop Scheduling

Adding blasts



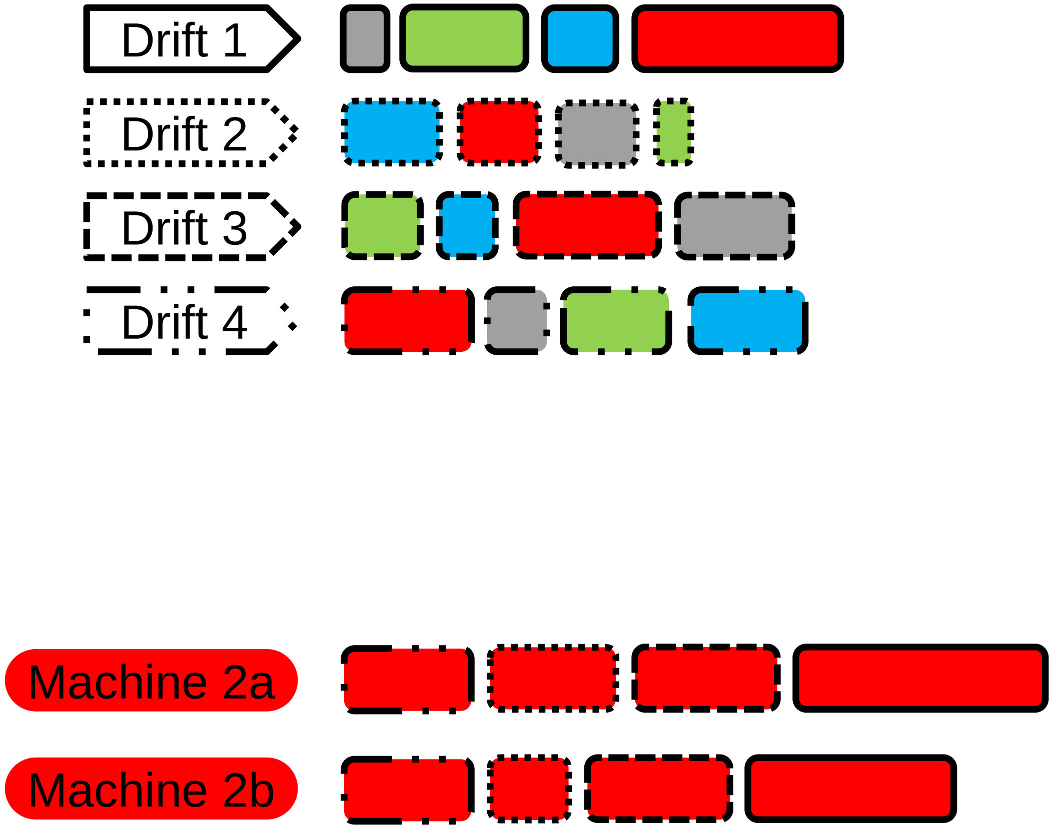
MinePROPT as a Rich Job Shop Scheduling

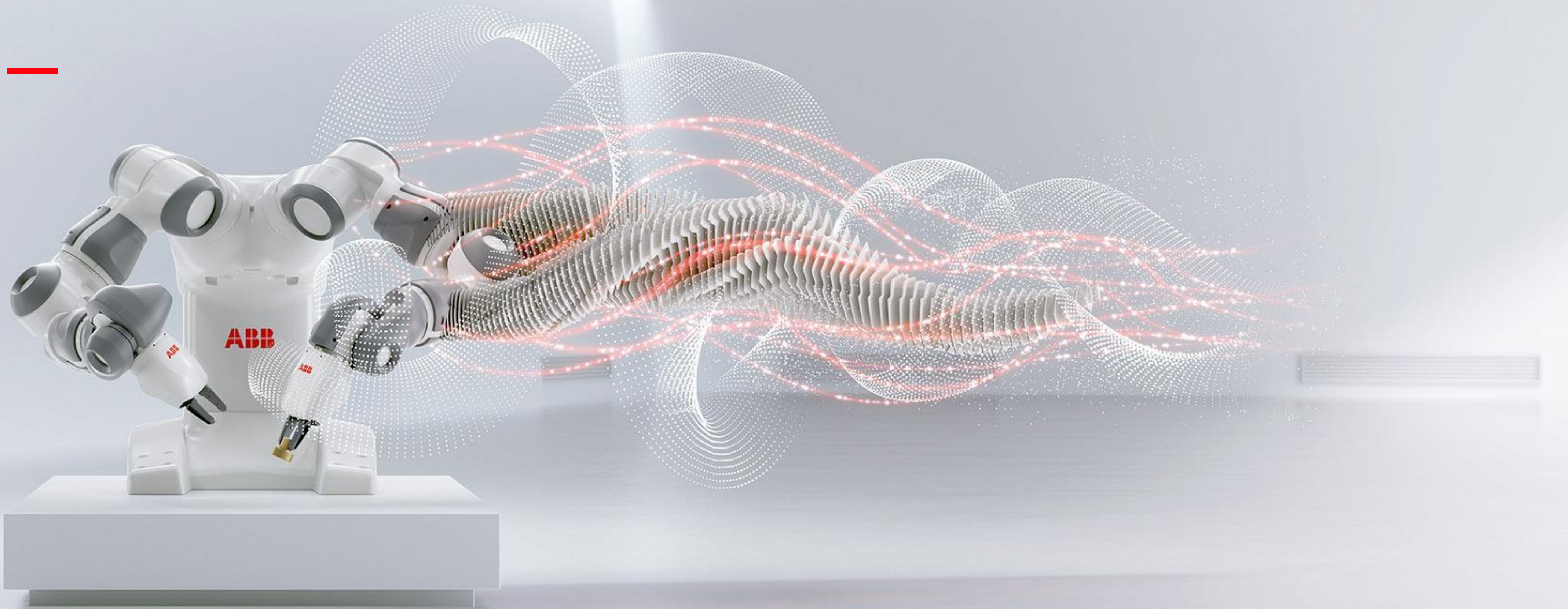
Adding Travelling time



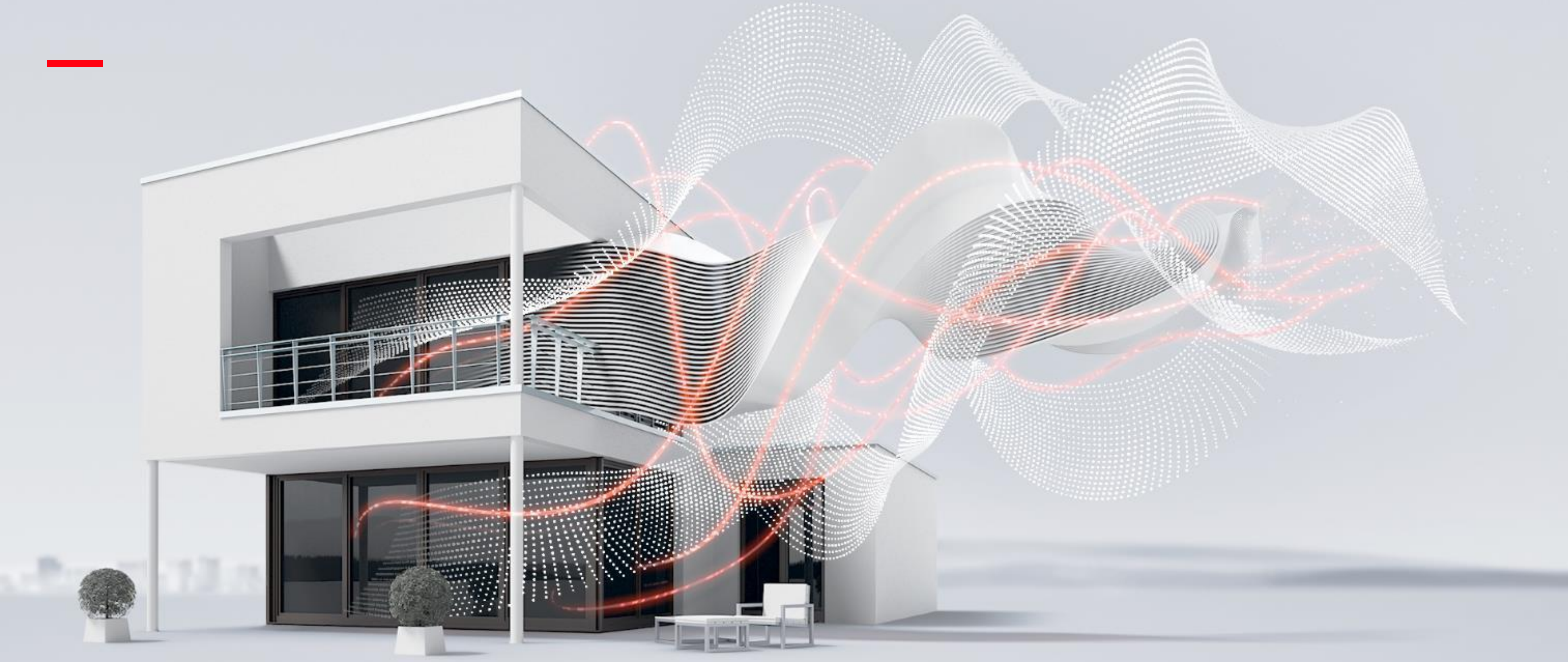
MinePROPT as a Rich Job Shop Problem

Alternative Machines



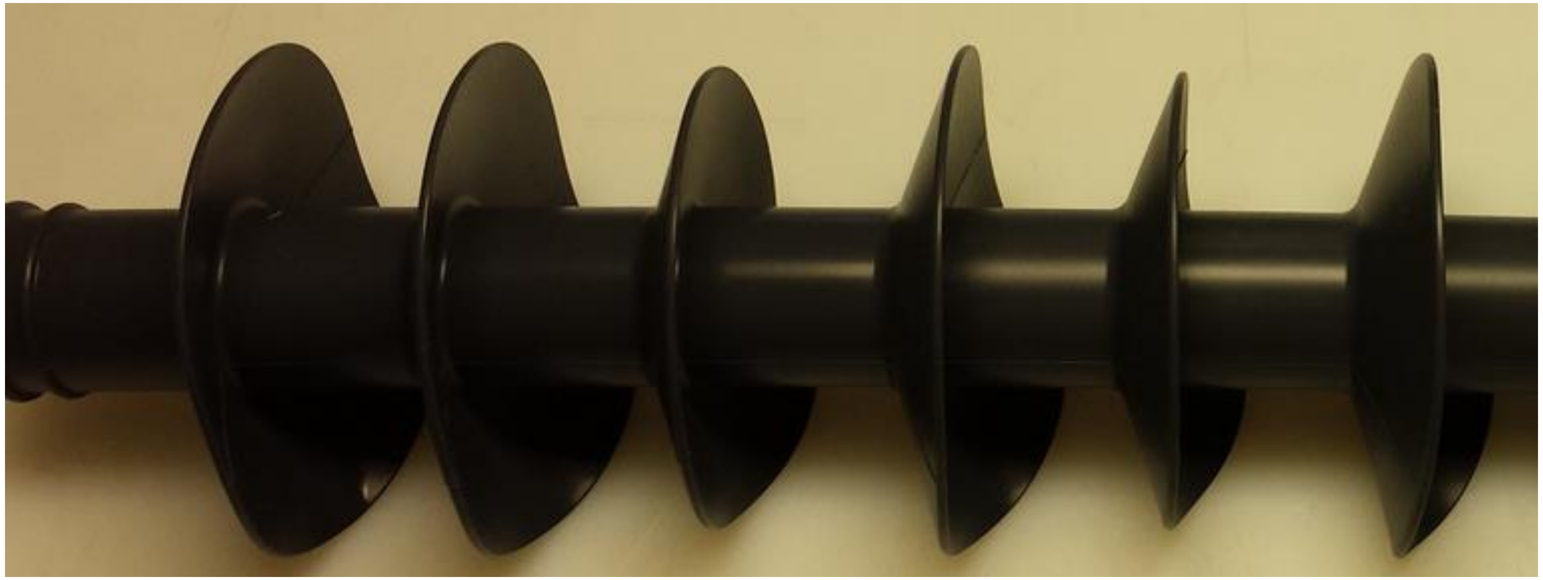


Case studies



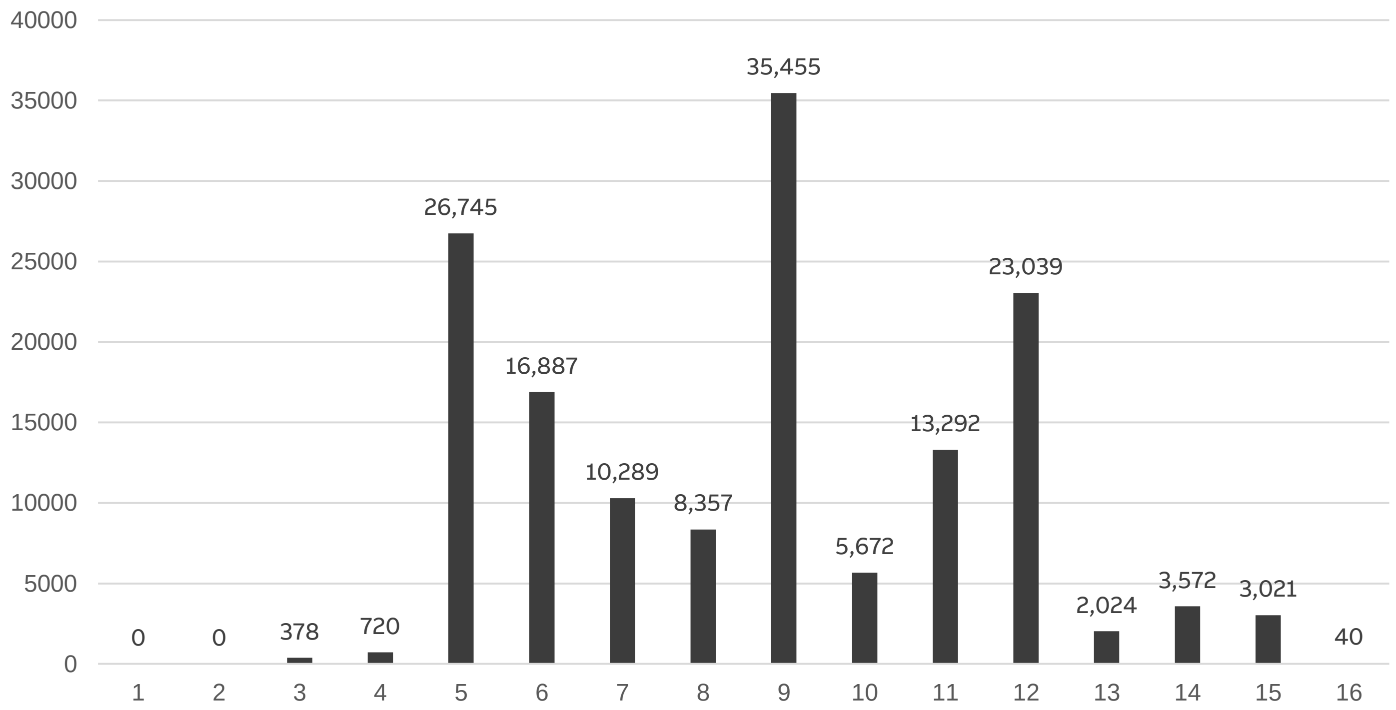
Cutting Stock Problem

Production of plastic pieces used in disaster recovery



Initial input

- A mold creates a piece with 16 flaps
- Forecasted orders for year 2017



Understading the problem

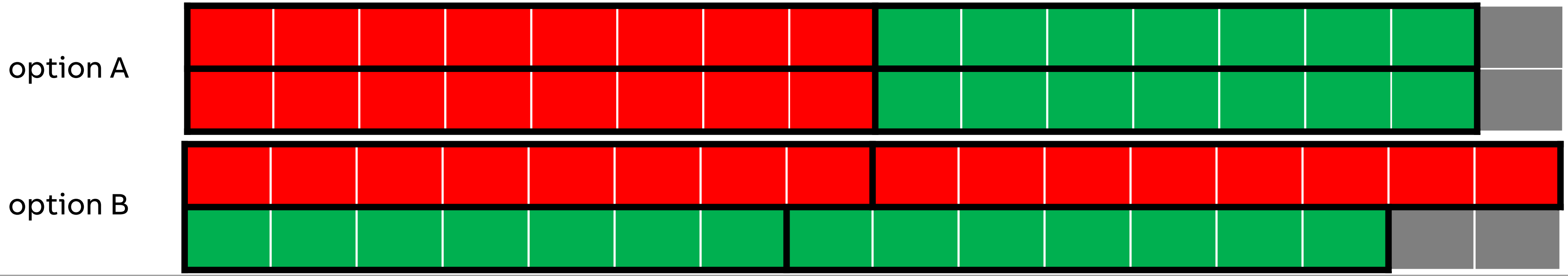
Understading the problem

- What are the cost drivers?
  - Total time of production, waste, total plastic used, overproduction, cutting costs
- Is there the possibility to build a new mold?
  - Will different molds have the same yield?
  - Will different molds have the same throughput?
- Are the production requirements constant or they may vary on subsequent years (i.e. stochastic)?
- Is the yield of the cutting procedure constant?
- *Size of the problem?*

Actual problem

- Decision variables
  - Which mold length to create
  - Which combination of molds to use subject to given production requirements
  - Which cutting patterns to use subject to given production requirements

- Minimize
  - Waste
  - Over-production
  - Number of cuts



Item-based formulation (Kantorovich)

Second Stage problem

Variables

$x_{ij} = k$ → integer variable, item "i" is cut out of stock "j", "k" times

$y_j = \{0,1\}$ → binary variable, whether stock "j" is used or not

$z_j = \{0,1\}$ → binary variable, whether stock "j" produces waste or not

Constraints

$\sum_j x_{ij} \geq d_i$ for all i → all the production requirements must be met

$\sum_i l_i x_{ij} \leq L y_j$ for all j → the total length of item in stock j must not exceed stock length

$L_j y_j - l_i x_{ij} \leq M z_j$ for all j → z must be equal to 1 if stock j creates waste

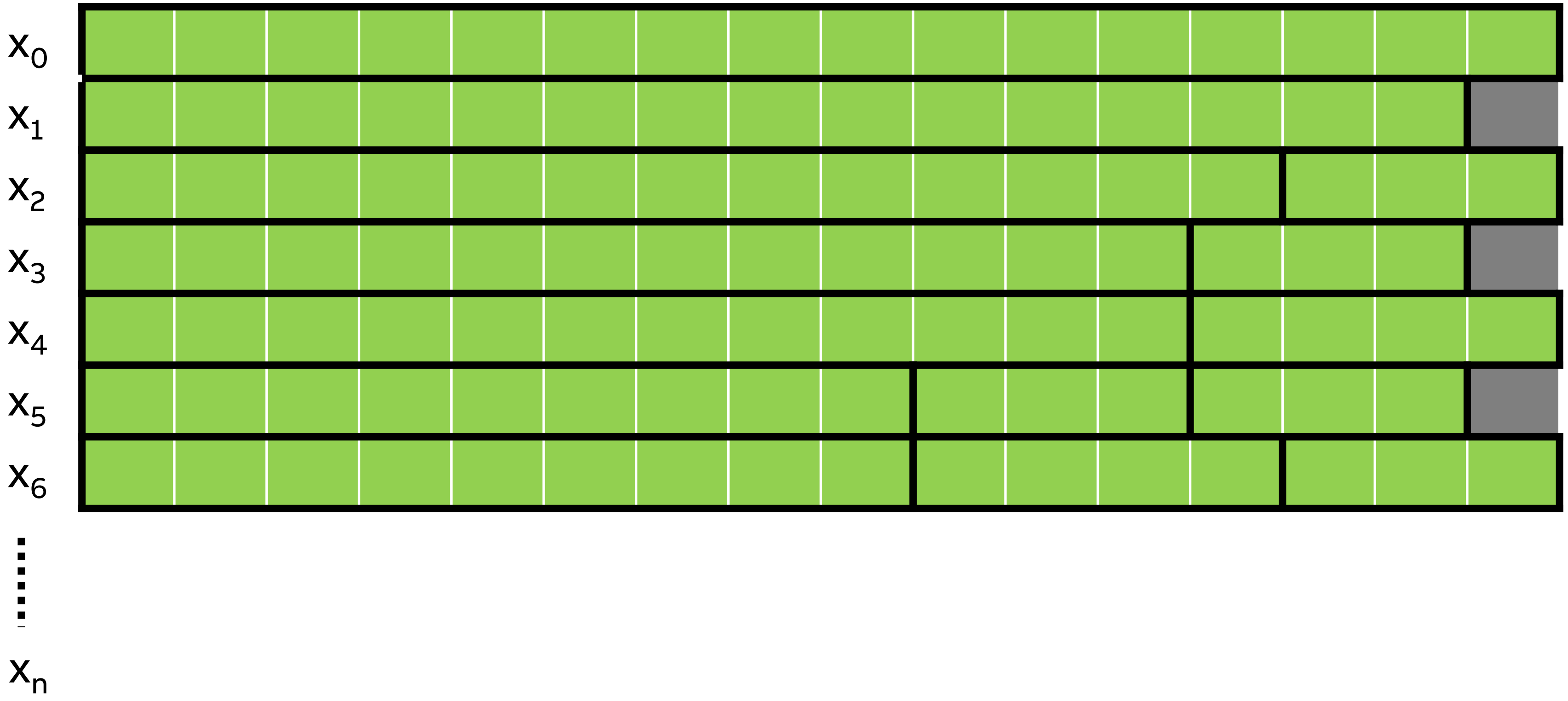
Objective function

$$\min \alpha_1\left(\sum_i c_i \left(\sum_j x_{ij} - d_i\right)\right) + \alpha_2\left(\sum_j L y_j - \left(\sum_i l_i x_{ij}\right)\right) + \alpha_3\left(\sum_j z_j\right)$$

overproduction waste number of cuts*

Pattern-based formulation (Gilmore and Gomory)

Second Stage problem



Resolution method

Pattern-based formulation (Gilmore and Gomory)

Generation of patterns

Variables

$z_i = k$ → integer variable, number item "i" is cut out "k" times

$w = \{0,\ldots, L\}$ → integer variable, waste of the pattern

$o = \{0,\ldots, L-1\}$ → integer variable, number of cutting operations

Constraints

$L = \sum_i l_i z_i + w$ → length constraint

$o = \sum_i l_i z_i - 1 + (Q > 0)$ → number of cutting operations

Pattern-based formulation (Gilmore and Gomory)

Second Stage problem

Variables

$x_j = q$ → integer variable, pattern "j" is used "q" times

Constraints

$\sum_j p_i x_j \geq d_i$ for all i → all the production requirements must be met

Objective function

$$\min \alpha_1(\sum_i c_i (\sum_j p_i x_j - d_i) + \alpha_2(\sum_j w_j x_j) + \alpha_3 (\sum_j o_j x_j)$$

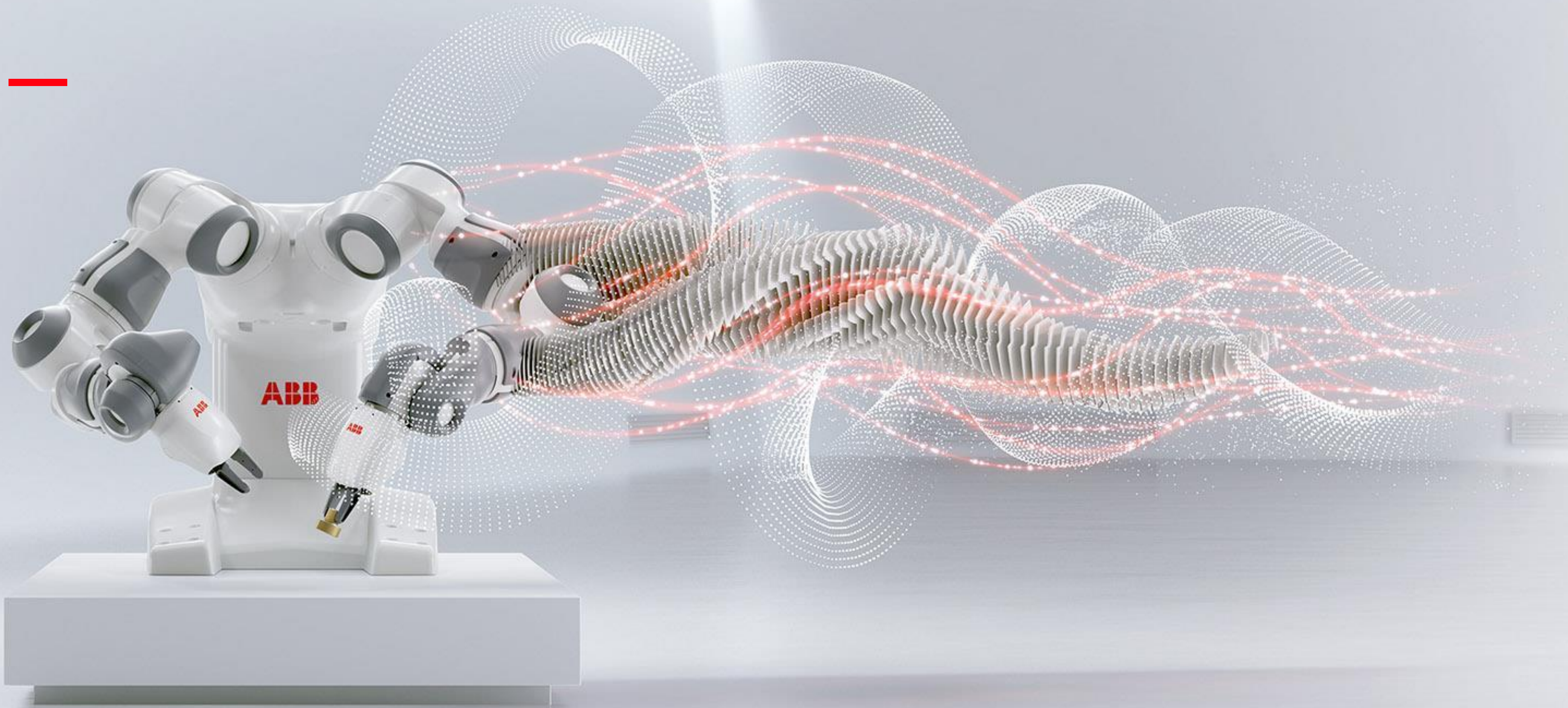
overproduction waste number of cuts*

Experimental results and observations

- Item-based formulation performed poorly when adding over-production, and number of cuts

- Pattern enumeration
  - Length 15 → 40 patterns (2 msec)
  - Length 25 → 328 patterns (28 msec)
  - Length 35 → 1995 patterns (300 msec)

- Instances solved within one second (length 16)
- Linear relaxation → within 0.03% of optimal integral solution
- Given the optimal solution in term of waste and overproduction, difference in term of cutting operations is 10% (for 150thousands items → ~50hours of work)



Conclusions

Conclusions

- CP is just one out of many optimization approaches
- Technology mastery is required to understand strengths and weaknesses of each technology

- Real challenges is understanding domain-specific knowledge and translate it into abstractions and mathematical formulations