

Optimizing Medical Countermeasure Distribution Networks: Saving Lives with Operations Research

Kathleen King

School of Operations Research and Information Engineering

Cornell University

July 2012

Characteristics of Public Health Emergencies

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.
- The systems must respond quickly and efficiently to minimize mortality and morbidity.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.
- The systems must respond quickly and efficiently to minimize mortality and morbidity.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.
- The systems must respond quickly and efficiently to minimize mortality and morbidity.
- Large-scale public health emergencies are rare, giving little opportunity to “practice”.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.
- The systems must respond quickly and efficiently to minimize mortality and morbidity.
- Large-scale public health emergencies are rare, giving little opportunity to “practice”.

Characteristics of Public Health Emergencies

- Examples: Pandemic Influenza, Anthrax
- We need to prepare for a variety of potential emergencies, some of which have never occurred.
- The timing, location, and size of emergencies are highly unpredictable.
- The systems must respond quickly and efficiently to minimize mortality and morbidity.
- Large-scale public health emergencies are rare, giving little opportunity to “practice”.
- Realistic system exercises of the response network are very expensive, and hence are seldom performed.

Agenda

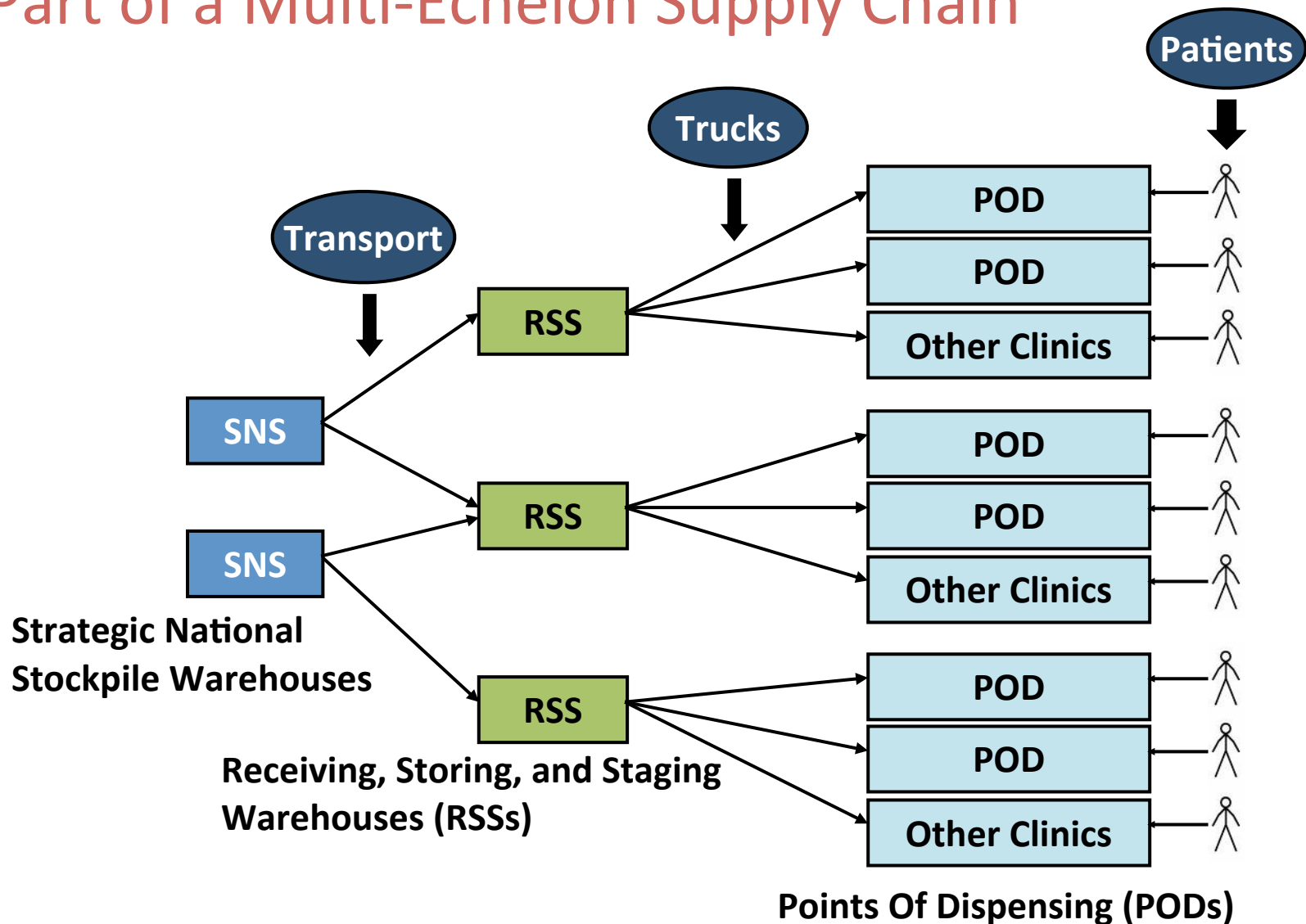
Responding to an Inhalational Anthrax Attack

- The United States' emergency response plans
- A multi-echelon inventory allocation model
- Public health policy implications

Inhalational Anthrax: A Significant Bioterrorist Threat

- Anthrax spores are very small and difficult to detect in the atmosphere.
- Inhalational anthrax is the disease contracted if a sufficient number of spores is inhaled.
- When symptoms begin to appear, it is often too late to save patients.
- Symptoms may appear within 48 hours of inhalation.
- If patients begin a course of antibiotics before becoming symptomatic, survival is highly likely.

The United States Strategic National Stockpile is Part of a Multi-Echelon Supply Chain



Planning Questions Asked By Policy-Makers



Planning Questions Asked By Policy-Makers

Local Planning

- Number of PODs?
- When to open them?
- Number/types of staff over time?



Planning Questions Asked By Policy-Makers

Local Planning

- Number of PODs?
- When to open them?
- Number/types of staff over time?

Regional Planning

- Structure of RSS-POD network?
- Transportation capacities?
- Lead times?



Planning Questions Asked By Policy-Makers

Local Planning

- Number of PODs?
- When to open them?
- Number/types of staff over time?

Regional Planning

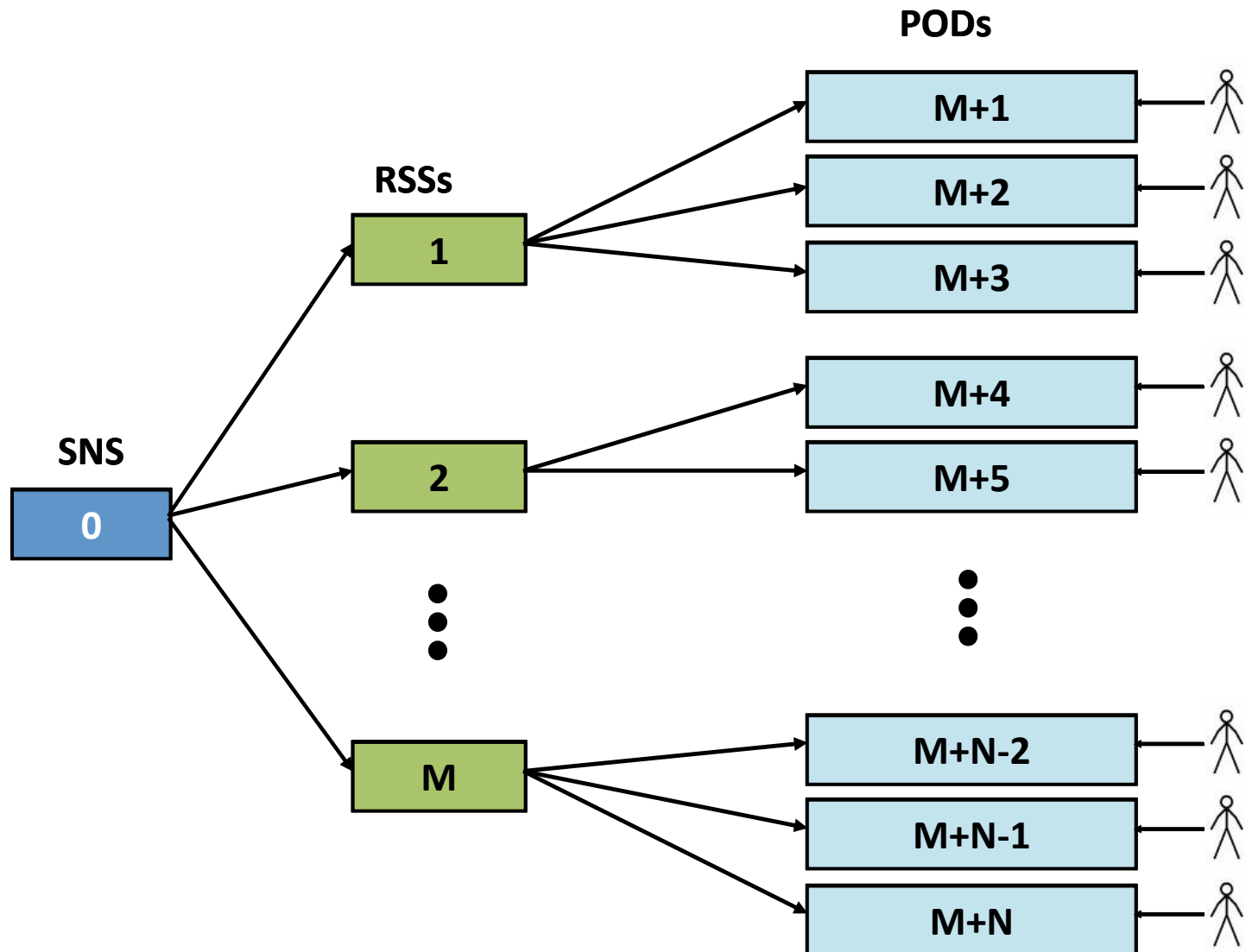
- Structure of RSS-POD network?
- Transportation capacities?
- Lead times?

System Planning

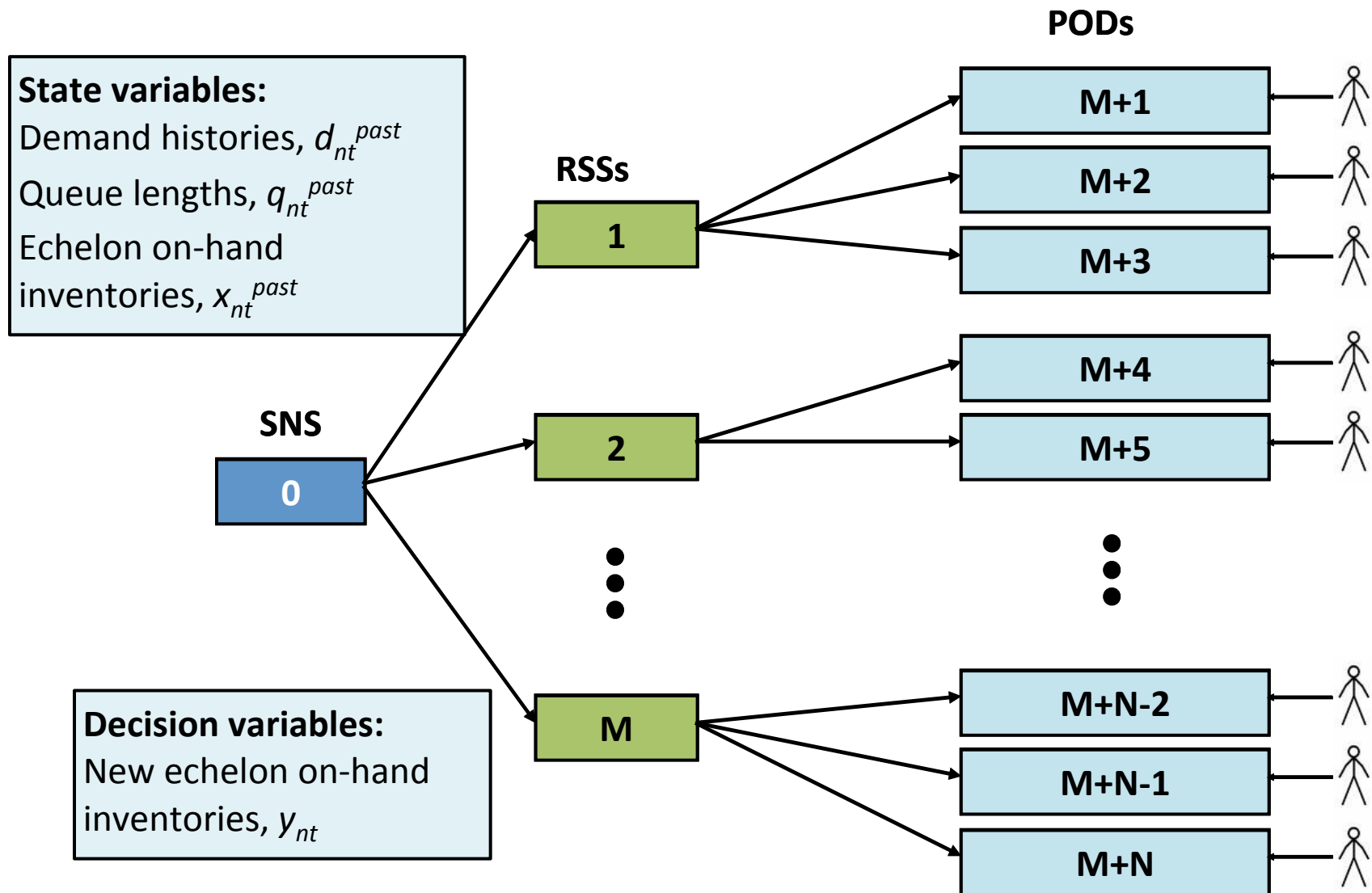
- Inventory allocation over time?
- Information-sharing?



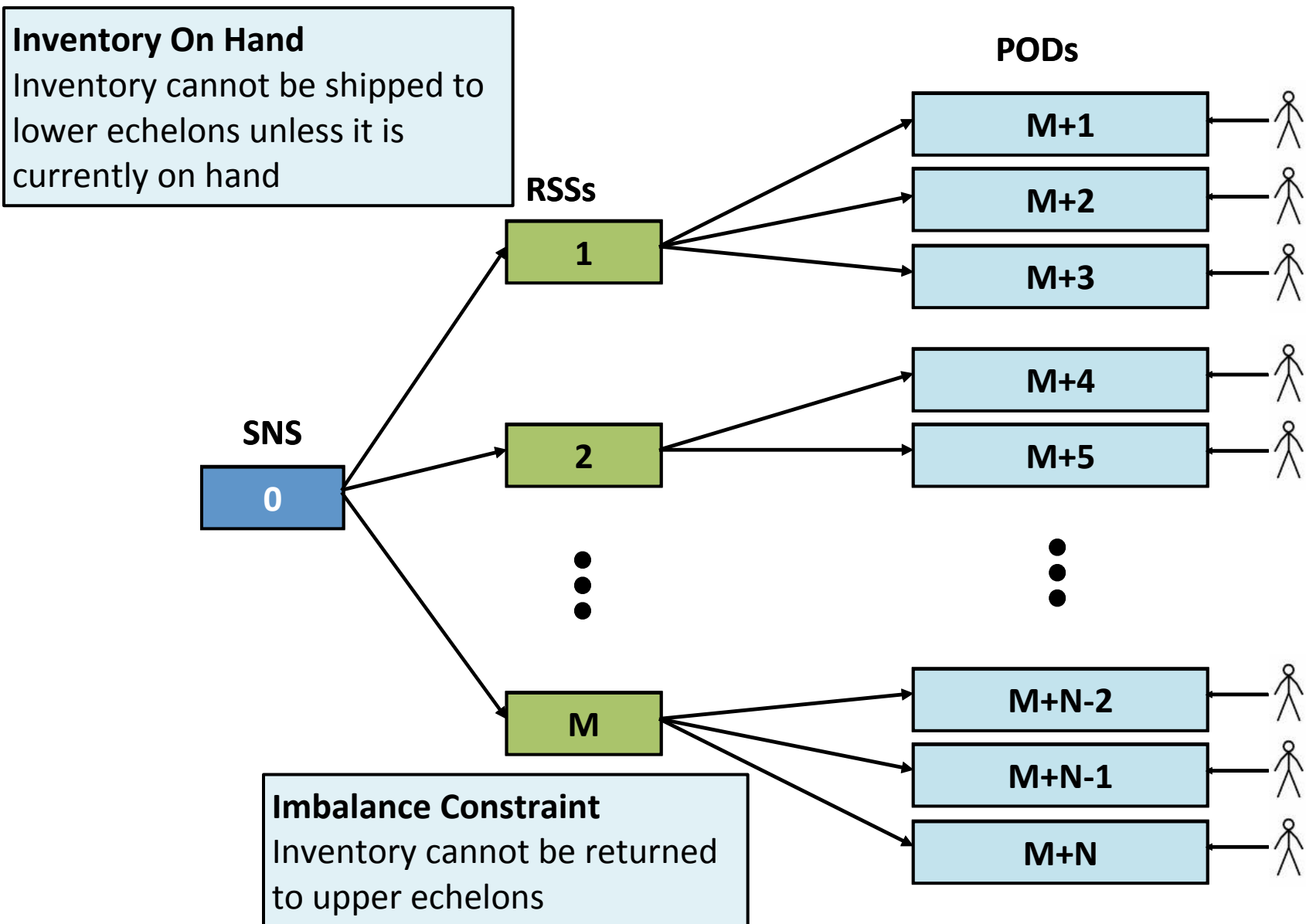
The Distribution Network has a Tree Structure



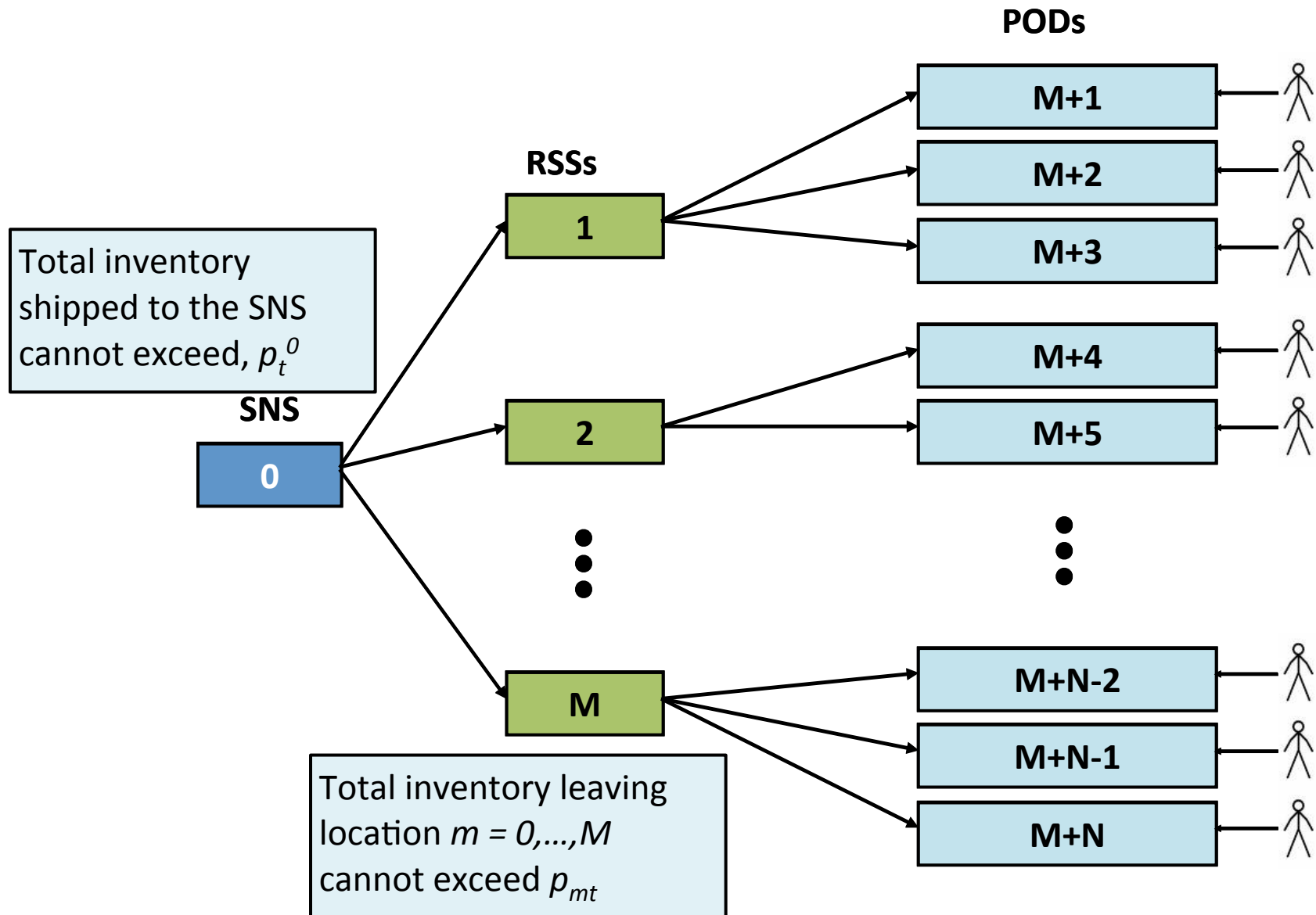
State Variables are Known at the Beginning of Each Period



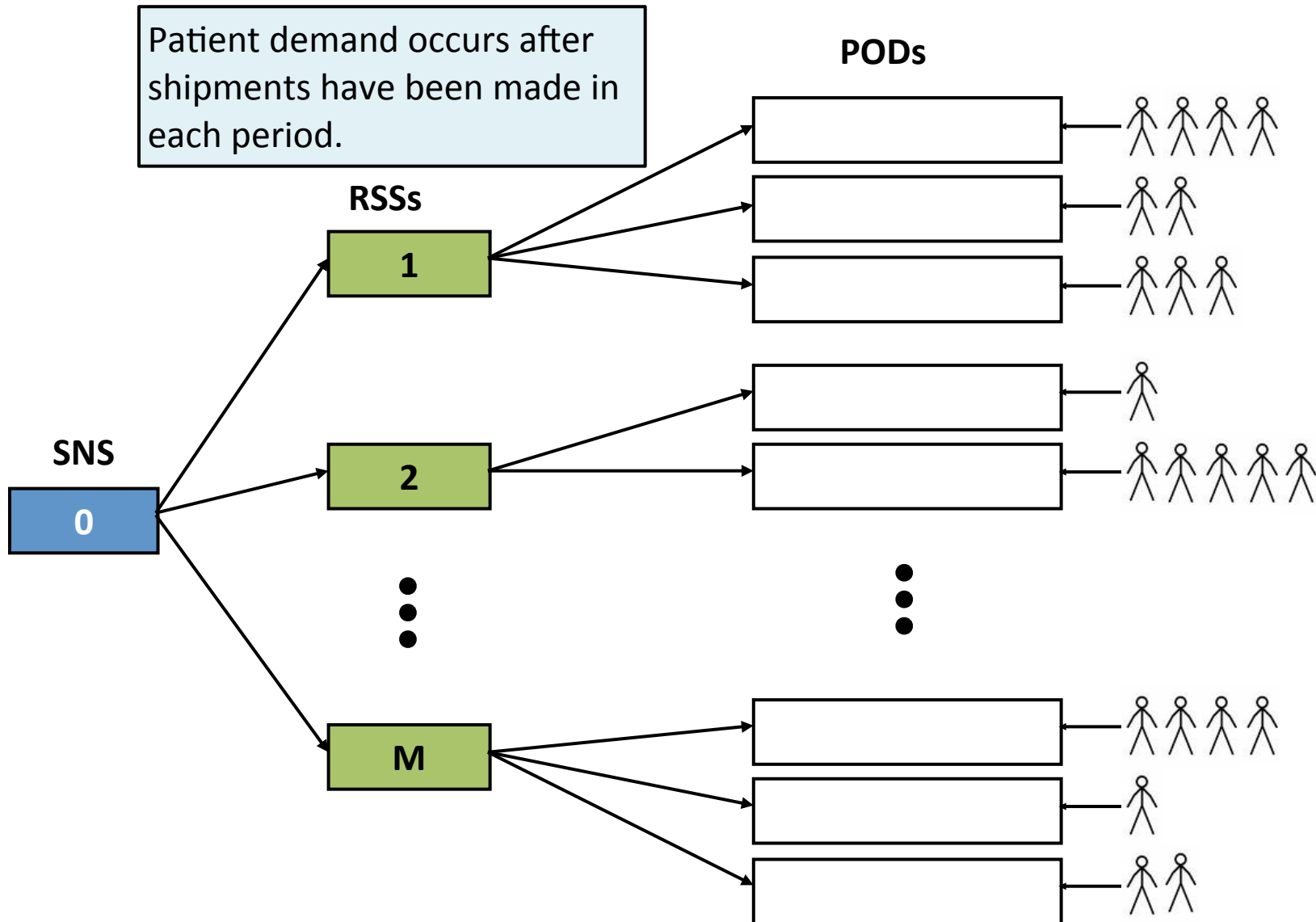
Allocation is Constrained By Physical Requirements



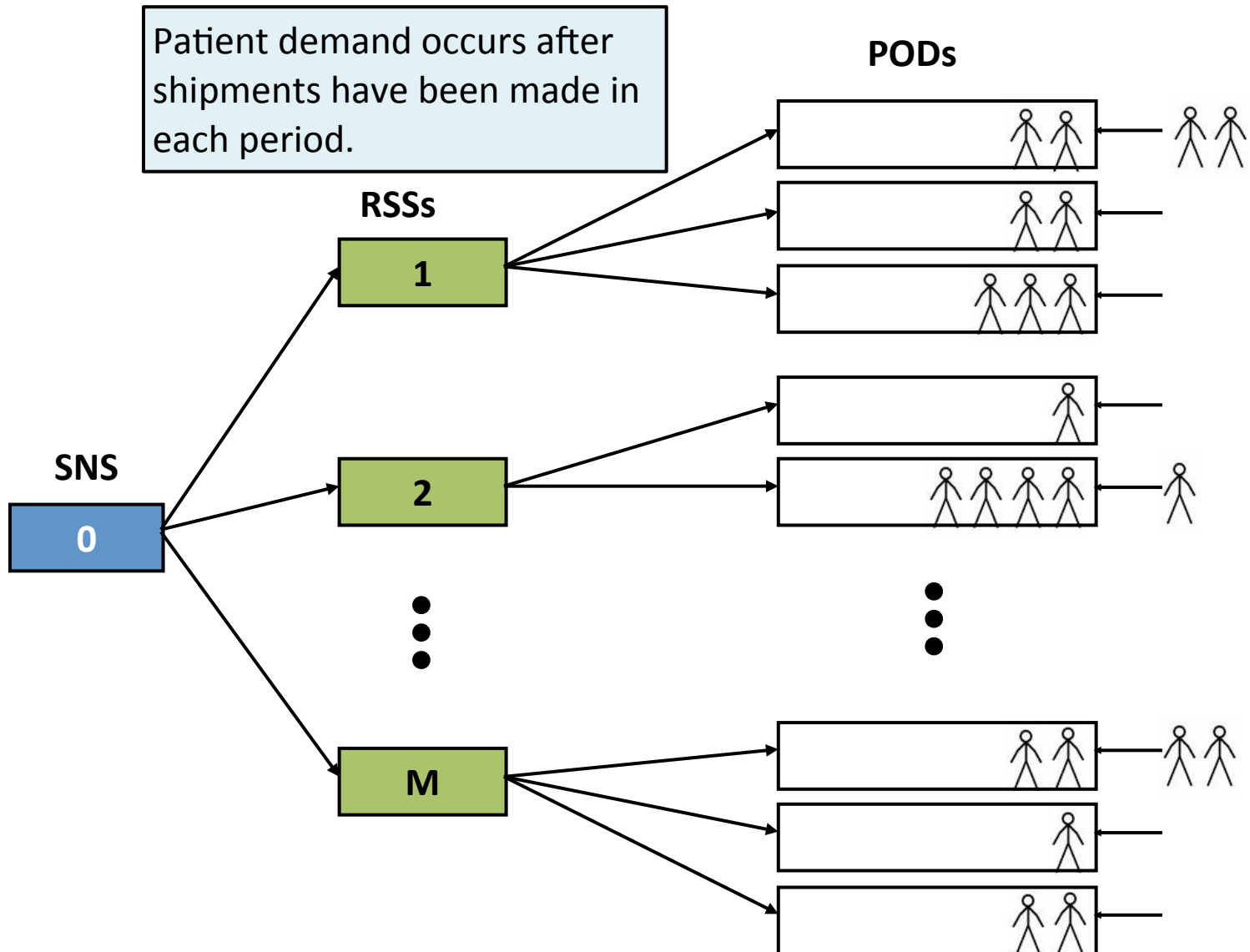
Transportation Constraints Limit Shipment Sizes



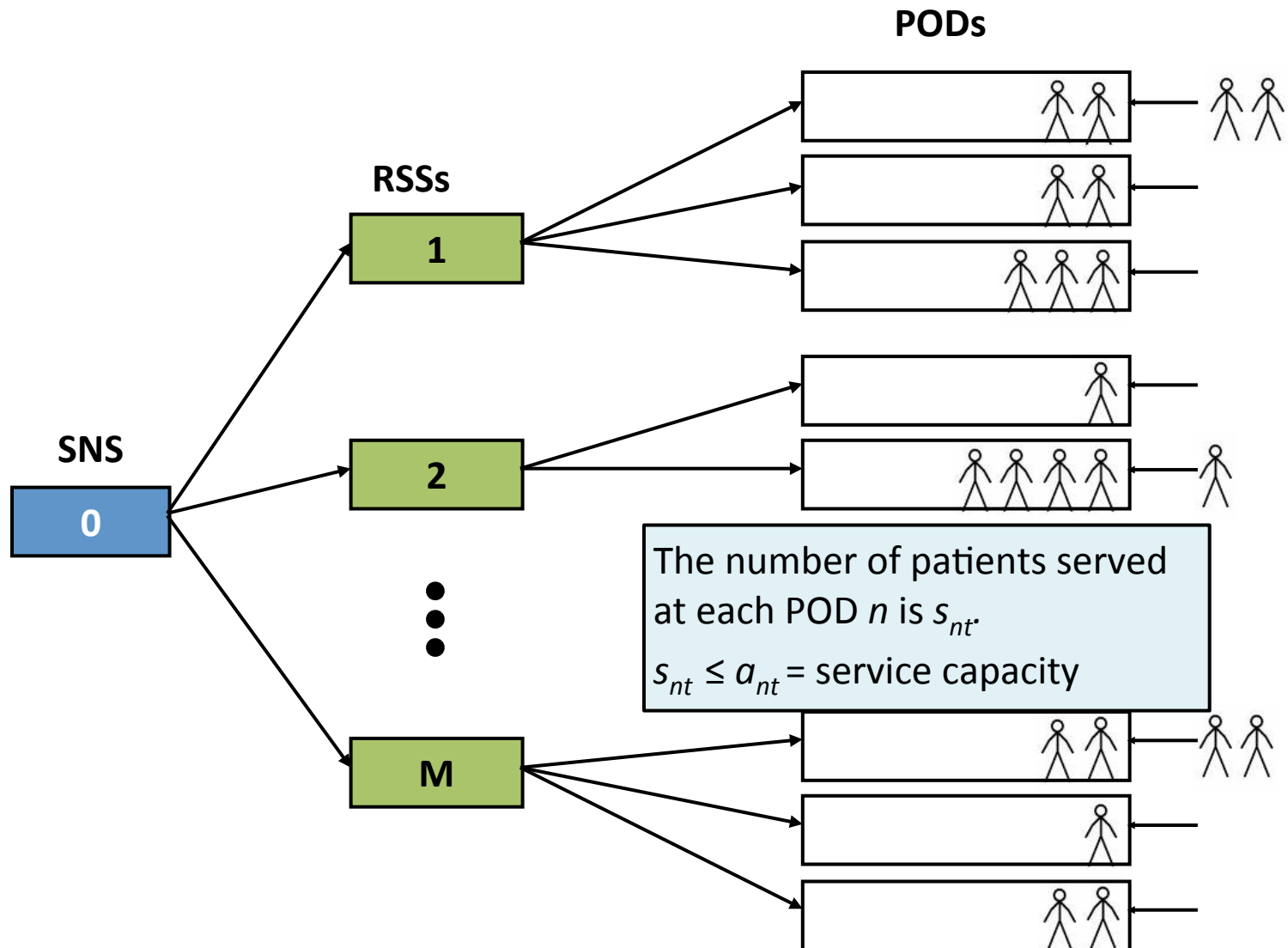
Total Patient Demands in Each Period are Random



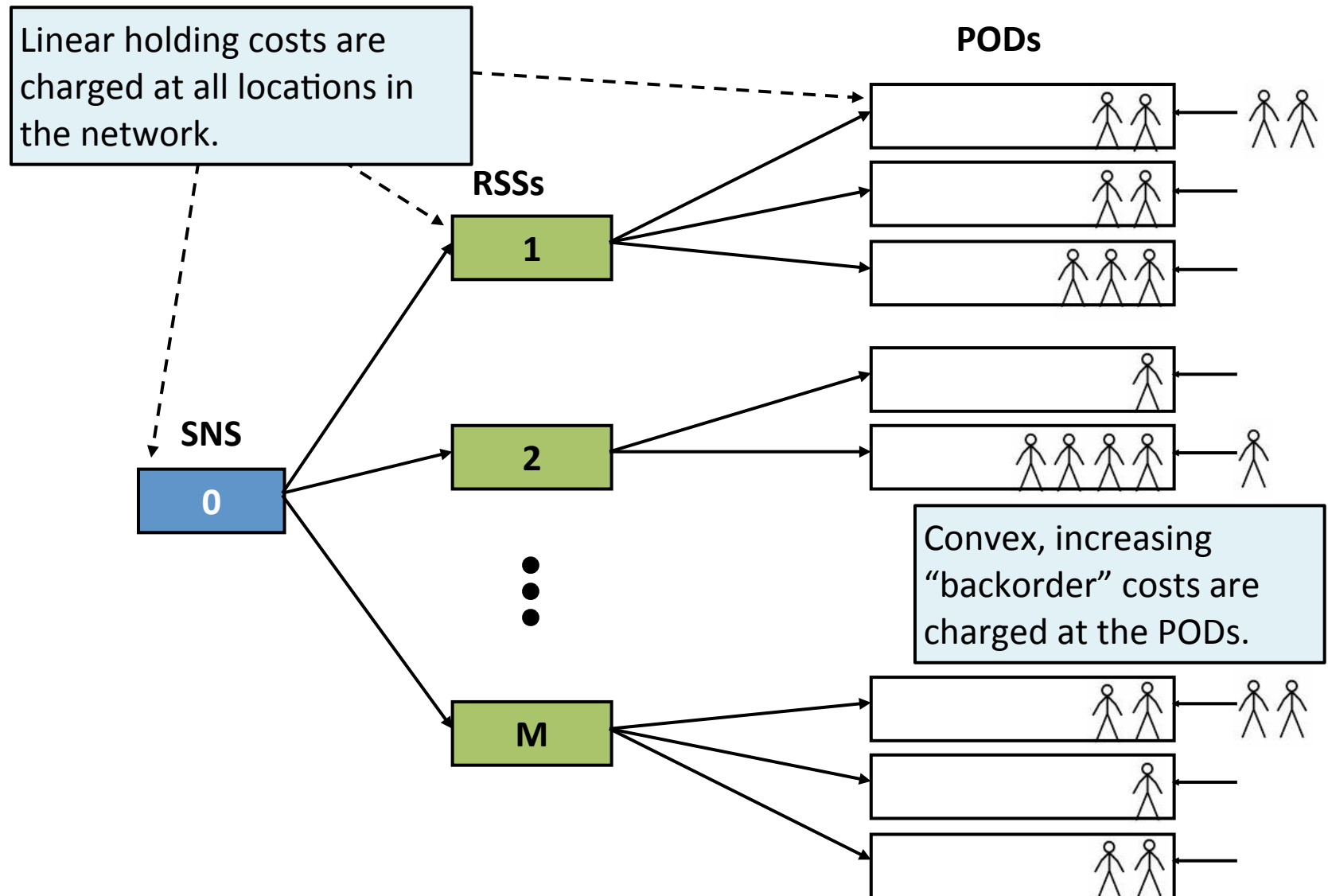
Total Patient Demands in Each Period are Random



Demand, Inventory, and Capacity Limit the Patients Served



Holding and Backorder Costs are Incurred



Dynamic Programming Formulation

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .
- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .
- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .
- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .
- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .
- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

Dynamic Programming Formulation

- Let U_t be the feasible decision set in period t and $C_t(\mathbf{y}_t, \mathbf{q}_t)$ be the expected cost incurred for decisions made during period t .

- The value function is

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

- This problem is intractable due to its large state space. Instead, we construct two approximate solutions.

Solution Method 1: Truncated Cumulative Approximation (TCA)

- Characteristics of inventory allocation in this setting:
 - Limited service capacities → Inventory shipments will be small;
 - Decisions made in each period may not have long-term effects.
- Idea: In each time period, solve a myopic version of the problem to obtain a feasible solution.
 - Estimate the number of patients served using a cumulative approximation, and
 - Truncate the time horizon to “several” periods.

Solution Method 2: Lagrangian Relaxation and Decomposition (LR)

Idea: Use Lagrangian relaxation to simplify the structure of the problem, and then decompose by location.

Step 1: Relax the inventory imbalance and transportation constraints, and add Lagrange multipliers.

Step 2: Reduce the size of the state space by writing the problems in terms of inventory position.

Step 3: Relax one of the service constraints, and add Lagrange multipliers.

Step 4: Decompose the problem by location into $M + N + 1$ single variable dynamic programs.

Solution Method 2: Lagrangian Relaxation and Decomposition (LR)

- The relaxed problem is a lower bound on the original value function:

$$\tilde{V}_t(\mathbf{x}_t - \mathbf{q}_t) := \sum_{n=0}^{M+N} \psi_{nt}(x_{nt} - q_{nt}) \leq V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)$$

Solution Method 2: Lagrangian Relaxation and Decomposition (LR)

- The relaxed problem is a lower bound on the original value function:

$$\tilde{V}_t(\mathbf{x}_t - \mathbf{q}_t) := \sum_{n=0}^{M+N} \psi_{nt}(x_{nt} - q_{nt}) \leq V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)$$

- We can use this in making inventory allocation decisions:

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) \approx \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[\tilde{V}_{t+1}(\mathbf{x}_{t+1} - \mathbf{q}_{t+1}, \mathbf{d}_t)] \right)$$

Solution Method 2: Lagrangian Relaxation and Decomposition (LR)

- The relaxed problem is a lower bound on the original value function:

$$\tilde{V}_t(\mathbf{x}_t - \mathbf{q}_t) := \sum_{n=0}^{M+N} \psi_{nt}(x_{nt} - q_{nt}) \leq V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)$$

- We can use this in making inventory allocation decisions:

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) \approx \min_{\mathbf{y}_t \in \mathcal{U}_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p)} \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[\tilde{V}_{t+1}(\mathbf{x}_{t+1} - \mathbf{q}_{t+1}, \mathbf{d}_t)] \right)$$

$V_{t+1}(\cdot)$ has been replaced by $\tilde{V}_{t+1}(\cdot)$

Evaluating the Inventory Allocation Strategies

Compare inventory allocation methods currently in use by public health authorities:

Fair Share Allocation: Inventory is “pushed” out from the SNS and RSSs in proportion to the total demand expected at each location.

Independent Ordering Method (Order): Solve the myopic inventory problem for each location, and place “orders” accordingly.

Summary of Numerical Results

- Ran 23 simulation experiments
- Reported cost, average delay per patient, and average inventory use per patient
- Observed that:
 - TCA and LR methods perform best
 - Fair Share method is much worse ($\geq 40\%$ more inventory used and $\geq 25\%$ longer patient delays)
 - Independent Ordering performs well under specific conditions

Implications of Numerical Results

- Centralized command and control is essential
- More PODs → Longer patient delays and more waste
- Dynamic staffing plans yield improved performance
- Independent Ordering is not robust
- Information must be collected and shared to enable responsive and effective decision-making



Acknowledgments

Jack Muckstadt

Christine Barnett, Nathaniel Hupert, and Peter Jackson

Sven Leyffer and Todd Munson

The Krell Institute

The Department of Energy

Questions?

Extra Slides

The Feasible Decision Set

$$\mathcal{U}_t(\mathbf{x}_t^{\text{past}}, \mathbf{q}_t^{\text{past}}, \mathbf{d}_t^{\text{past}}) = \left\{ \mathbf{y}_t : y_{nt} \geq x_{nt} \text{ for all } n = 0, \dots, M + N; \right.$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

$$\text{for all } m = 0, \dots, M;$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \quad \text{for all } m = 0, \dots, M;$$

$$y_{0t} - x_{0t} \leq p_t^0 \}$$

The Feasible Decision Set

Imbalance Constraints

$$\mathcal{U}_t(\mathbf{x}_t^{\text{past}}, \mathbf{q}_t^{\text{past}}, \mathbf{d}_t^{\text{past}}) = \left\{ \mathbf{y}_t : y_{nt} \geq x_{nt} \text{ for all } n = 0, \dots, M + N; \right.$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

for all $m = 0, \dots, M$;

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \quad \text{for all } m = 0, \dots, M;$$

$$y_{0t} - x_{0t} \leq p_t^0 \}$$

The Feasible Decision Set

$$\mathcal{U}_t(\mathbf{x}_t^{\text{past}}, \mathbf{q}_t^{\text{past}}, \mathbf{d}_t^{\text{past}}) = \left\{ \mathbf{y}_t : y_{nt} \geq x_{nt} \text{ for all } n = 0, \dots, M + N; \right.$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

for all $m = 0, \dots, M$;

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \quad \text{for all } m = 0, \dots, M;$$

$$y_{0t} - x_{0t} \leq p_t^0 \}$$

On-Hand Inventory Constraints

The Feasible Decision Set

$$\mathcal{U}_t(\mathbf{x}_t^{\text{past}}, \mathbf{q}_t^{\text{past}}, \mathbf{d}_t^{\text{past}}) = \left\{ \mathbf{y}_t : y_{nt} \geq x_{nt} \text{ for all } n = 0, \dots, M + N; \right.$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

for all $m = 0, \dots, M$;

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \text{ for all } m = 0, \dots, M;$$

$$y_{0t} - x_{0t} \leq p_t^0 \}$$

Transportation Constraints

Lagrangian Relaxation and Decomposition (LR)

Step 1: Relax the inventory imbalance and transportation constraints, and add Lagrange multipliers.

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

$$\text{s.t. } y_{mt} \geq x_{mt} \quad \text{for all } m = 0, \dots, M + N$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

$$\text{for } m = 0, \dots, M$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \quad \text{for all } m = 0, \dots, M$$

$$y_{0t} - x_{0t} \leq p_t^0$$

Lagrangian Relaxation and Decomposition (LR)

Step 1: Relax the inventory imbalance and transportation constraints, and add Lagrange multipliers.

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right)$$

$$\text{s.t. } y_{mt} \geq x_{mt} \quad \text{for all } m = 0, \dots, M + N$$

$$\sum_{n=1}^{M+N}$$

$$u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

$$\text{for } m = 0, \dots, M$$

$$\sum_{n=1}^{M+N}$$

$$u_{mn}(y_{nt} - x_{nt}) \leq p_{mt} \quad \text{for all } m = 0, \dots, M$$

$$y_{0t} - x_{0t} \leq p_t^0$$

Lagrangian Relaxation and Decomposition (LR)

Step 1: Relax the inventory imbalance and transportation constraints, and add Lagrange multipliers.

$$\begin{aligned}
 V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min \bigg\{ & \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right) \\
 & - \sum_{n=1}^{M+N} \lambda_{nt}(y_{nt} - x_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \right) \bigg\} \\
 \text{s.t. } & y_{0t} \geq x_{0t} \\
 & \sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \\
 & \text{for } m = 0, \dots, M \\
 & y_{0t} - x_{0t} \leq p_t^0
 \end{aligned}$$

Lagrangian Relaxation and Decomposition (LR)

Step 2: Reduce the size of the state space by setting

$$\bar{y}_{nt} = y_{nt} - q_{nt} \text{ and } \bar{x}_{nt} = x_{nt} - q_{nt}.$$

$$V_t(\mathbf{x}_t^p, \mathbf{q}_t^p, \mathbf{d}_t^p) = \min \left\{ \left(C_t(\mathbf{y}_t, \mathbf{q}_t) + E[V_{t+1}(\mathbf{x}_{t+1}^p, \mathbf{q}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right) \right. \\ \left. - \sum_{n=1}^{M+N} \lambda_{nt}(y_{nt} - x_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(y_{nt} - x_{nt}) \right) \right\}$$

$$\text{s.t. } y_{0t} \geq x_{0t}$$

$$\sum_{n=1}^{M+N} u_{mn}(y_{nt} - q_{nt}) \leq x_{m,t-\tau_m} - q_{m,t-\tau_m} - d_{m,t-\tau_m,t-1}$$

$$\text{for } m = 0, \dots, M$$

$$y_{0t} - x_{0t} \leq p_t^0$$

Lagrangian Relaxation and Decomposition (LR)

Step 2: Reduce the size of the state space by setting

$$\bar{y}_{nt} = y_{nt} - q_{nt} \text{ and } \bar{x}_{nt} = x_{nt} - q_{nt}.$$

$$\begin{aligned} \bar{V}_t(\bar{\mathbf{x}}_t^p, \mathbf{d}_t^p) = \min \bigg\{ & C'_t(\bar{\mathbf{y}}_t) + E[\bar{V}_{t+1}(\bar{\mathbf{x}}_{t+1}^p, \mathbf{d}_{t+1}^p)] \\ & - \sum_{n=1}^{M+N} \lambda_{nt}(\bar{y}_{nt} - \bar{x}_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(\bar{y}_{nt} - \bar{x}_{nt}) \right) \bigg\} \\ \text{s.t. } & \sum_{n=1}^{M+N} u_{mn} \bar{y}_{nt} \leq \bar{x}_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \text{ for all } m = 0, \dots, M \\ & \bar{x}_{0t} \leq \bar{y}_{0t} \leq p_t^0 + \bar{x}_{0t} \\ & \bar{y}_{nt} \leq a_{nt} + \bar{x}_{nt} \text{ for all } n = M+1, \dots, M+N \\ & \bar{y}_{nt} \leq a_{nt} \text{ for all } n = M+1, \dots, M+N \end{aligned}$$

Lagrangian Relaxation and Decomposition (LR)

Step 2: Reduce the size of the state space by setting

$$\bar{y}_{nt} = y_{nt} - q_{nt} \text{ and } \bar{x}_{nt} = x_{nt} - q_{nt}.$$

$$\bar{V}_t(\bar{\mathbf{x}}_t^p, \mathbf{d}_t^p) = \min \left\{ C'_t(\bar{\mathbf{y}}_t) + E[\bar{V}_{t+1}(\bar{\mathbf{x}}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right. \\ \left. - \sum_{n=1}^{M+N} \lambda_{nt}(\bar{y}_{nt} - \bar{x}_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(\bar{y}_{nt} - \bar{x}_{nt}) \right) \right\}$$

$$\text{s.t. } \sum_{n=1}^{M+N} u_{mn} \bar{y}_{nt} \leq \bar{x}_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \text{ for all } m = 0, \dots, M$$

$$\bar{x}_{0t} \leq \bar{y}_{0t} \leq p_t^0 + \bar{x}_{0t}$$

$$\bar{y}_{nt} \leq a_{nt} + \bar{x}_{nt} \text{ for all } n = M+1, \dots, M+N$$

$$\bar{y}_{nt} \leq a_{nt} \text{ for all } n = M+1, \dots, M+N$$

Lagrangian Relaxation and Decomposition (LR)

Step 3: Relax one of the service constraints, and add Lagrange multipliers.

$$\begin{aligned} \bar{V}_t(\bar{\mathbf{x}}_t^p, \mathbf{d}_t^p) = \min & \left\{ C'_t(\bar{\mathbf{y}}_t) + E[\bar{V}_{t+1}(\bar{\mathbf{x}}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right. \\ & \left. - \sum_{n=1}^{M+N} \lambda_{nt}(\bar{y}_{nt} - \bar{x}_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(\bar{y}_{nt} - \bar{x}_{nt}) \right) \right\} \\ \text{s.t. } & \sum_{n=1}^{M+N} u_{mn} \bar{y}_{nt} \leq \bar{x}_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \text{ for all } m = 0, \dots, M \\ & \bar{x}_{0t} \leq \bar{y}_{0t} \leq p_t^0 + \bar{x}_{0t} \\ & \bar{y}_{nt} \leq a_{nt} + \bar{x}_{nt} \text{ for all } n = M+1, \dots, M+N \\ & \bar{y}_{nt} \leq a_{nt} \text{ for all } n = M+1, \dots, M+N \end{aligned}$$

Lagrangian Relaxation and Decomposition (LR)

Step 3: Relax one of the service constraints, and add Lagrange multipliers.

$$\begin{aligned}\bar{V}_t(\bar{\mathbf{x}}_t^p, \mathbf{d}_t^p) = \min & \left\{ C'_t(\bar{\mathbf{y}}_t) + E[\bar{V}_{t+1}(\bar{\mathbf{x}}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right. \\ & \left. - \sum_{n=1}^{M+N} \lambda_{nt}(\bar{y}_{nt} - \bar{x}_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(\bar{y}_{nt} - \bar{x}_{nt}) \right) \right\} \\ \text{s.t. } & \sum_{n=1}^{M+N} u_{mn} \bar{y}_{nt} \leq \bar{x}_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \text{ for all } m = 0, \dots, M \\ & \bar{x}_{0t} \leq \bar{y}_{0t} \leq p_t^0 + \bar{x}_{0t} \\ & \bar{y}_{nt} \leq a_{nt} + \bar{x}_{nt} \text{ for all } n = M+1, \dots, M+N \\ & \bar{y}_{nt} \leq a_{nt} \text{ for all } n = M+1, \dots, M+N\end{aligned}$$

Lagrangian Relaxation and Decomposition (LR)

Step 3: Relax one of the service constraints, and add Lagrange multipliers.

$$\begin{aligned}\tilde{V}_t(\bar{\mathbf{x}}_t^p, \mathbf{d}_t^p) = \min & \left\{ C'_t(\bar{\mathbf{y}}_t) + E[\tilde{V}_{t+1}(\bar{\mathbf{x}}_{t+1}^p, \mathbf{d}_{t+1}^p)] \right. \\ & - \sum_{n=1}^{M+N} \lambda_{nt}(\bar{y}_{nt} - \bar{x}_{nt}) - \sum_{m=0}^M \mu_{mt} \left(p_{mt} - \sum_{n=1}^{M+N} u_{mn}(\bar{y}_{nt} - \bar{x}_{nt}) \right) \\ & \left. - \sum_{n=M+1}^{M+N} \gamma_{nt}(a_{nt} + \bar{x}_{nt} - \bar{y}_{nt}) \right\} \\ \text{s.t. } & \sum_{n=1}^{M+N} u_{mn} \bar{y}_{nt} \leq \bar{x}_{m,t-\tau_m} - d_{m,t-\tau_m,t-1} \text{ for all } m = 0, \dots, M \\ & \bar{x}_{0t} \leq \bar{y}_{0t} \leq p_t^0 + \bar{x}_{0t} \\ & \bar{y}_{nt} \leq a_{nt} \text{ for all } n = M+1, \dots, M+N\end{aligned}$$

Lagrangian Relaxation and Decomposition (LR)

Step 4: Decompose the problem by location into $M + N + 1$ single variable dynamic programs.

Lagrangian Relaxation and Decomposition (LR)

- For the PODs:

$$\psi_{nt}(\bar{x}_{nt}) = \min_{\{\bar{y}_{nt} \leq a_{nt}\}} \left\{ C'_{nt}(\bar{y}_{nt}) + (\mu_{nt}^U + \gamma_{nt} - \lambda_{nt})(\bar{y}_{nt} - \bar{x}_{nt}) - \gamma_{nt}a_{nt} + E[\psi_{n,t+1}(\bar{y}_{nt} - D_{nt})] \right\}$$

- For the RSSs:

$$\psi_{mt}(\bar{x}_{mt}) = \min \left\{ C'_{mt}(\bar{y}_{mt}) + E[\Delta_{m,t+\tau_m}(\bar{x}_{mt} - D_{mt,t+\tau_m-1})] - \lambda_{mt}(\bar{y}_{mt} - \bar{x}_{mt}) - \mu_{mt}p_{mt} + E[\psi_{m,t+1}(\bar{y}_{mt} - D_{mt})] \right\}$$

Lagrangian Relaxation and Decomposition (LR)

- For the PODs:

$$\psi_{nt}(\bar{x}_{nt}) = \min_{\{\bar{y}_{nt} \leq a_{nt}\}} \left\{ C'_{nt}(\bar{y}_{nt}) + (\mu_{nt}^U + \gamma_{nt} - \lambda_{nt})(\bar{y}_{nt} - \bar{x}_{nt}) - \gamma_{nt}a_{nt} + E[\psi_{n,t+1}(\bar{y}_{nt} - D_{nt})] \right\}$$

- For the RSSs:

$$\psi_{mt}(\bar{x}_{mt}) = \min \left\{ C'_{mt}(\bar{y}_{mt}) + E[\Delta_{m,t+\tau_m}(\bar{x}_{mt} - D_{mt,t+\tau_m-1})] - \lambda_{mt}(\bar{y}_{mt} - \bar{x}_{mt}) - \mu_{mt}p_{mt} + E[\psi_{m,t+1}(\bar{y}_{mt} - D_{mt})] \right\}$$

- For the SNS:

$$\psi_{0t}(\bar{x}_{0t}) = \min_{\{\bar{x}_{0t} \leq \bar{y}_{0t} \leq \bar{x}_{0t} + p_t^0\}} \left\{ C'_{0t}(\bar{y}_{0t}) + E[\Delta_{0,t+\tau_0}(\bar{x}_{0t} - D_{0t,t+\tau_0-1})] - \mu_{0t}p_{0t} + E[\psi_{0,t+1}(\bar{y}_{0t} - D_{0t})] \right\}$$

The RSS Penalty Function

$$\Delta_{mt}(\bar{x}'_{mt}|\lambda, \mu, \gamma) = \min \sum_{n \in \mathcal{P}} u_{mn} \left[[(\mu_{nt}^U + \gamma_{nt} - \lambda_{nt}) - (\mu_{n,t+1}^U + \gamma_{n,t+1} - \lambda_{n,t+1})](\bar{y}_{nt} - \bar{y}_{nt}^*) + C'_{nt}(\bar{y}_{nt}) - C'_{nt}(\bar{y}_{nt}^*) \right]$$

such that

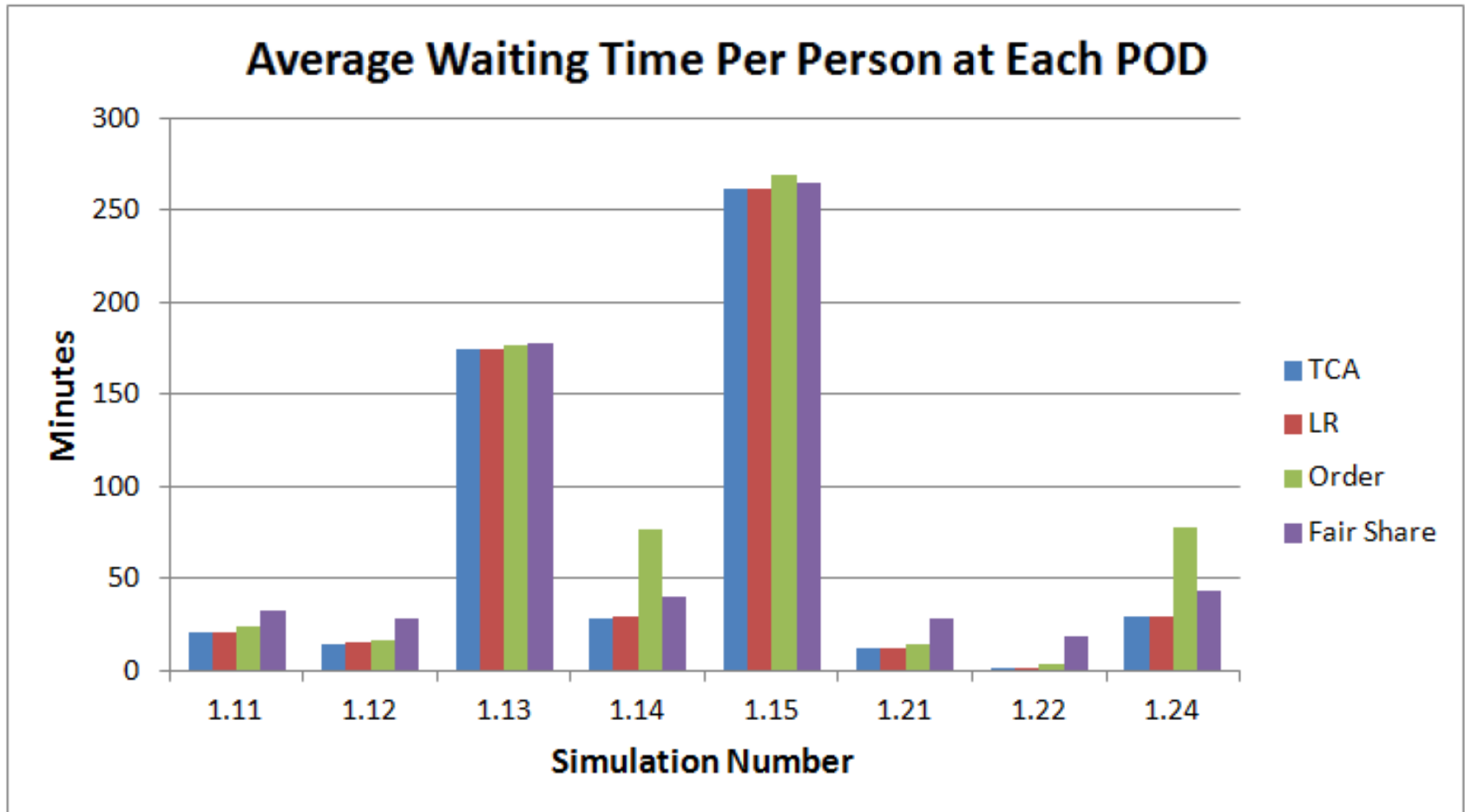
$$\sum_{n \in \mathcal{P}} u_{mn} \bar{y}_{nt} \leq \bar{x}'_{mt}$$
$$\bar{y}_{nt} \leq a_{nt} \text{ for } n \in \mathcal{P}$$

The SNS Penalty Function

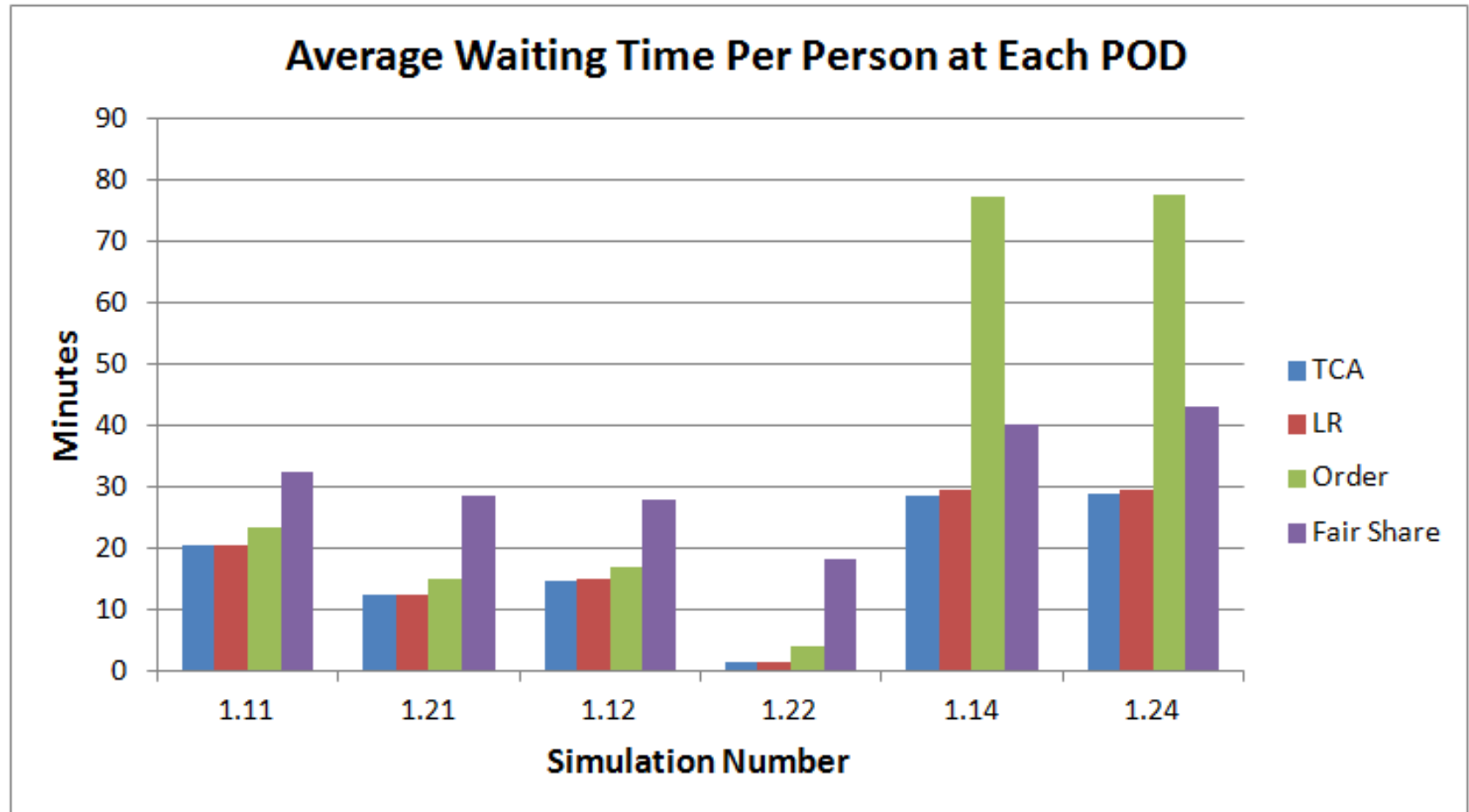
$$\begin{aligned}\Delta_{0t}(\bar{x}'_{0t}|\lambda, \mu, \gamma) &= \min \sum_{m \in \mathcal{R}} \left(C'_{mt}(\bar{y}_{mt}) - C'_{mt}(\bar{y}_{mt}^*) \right. \\ &\quad \left. - \lambda_{mt}(\bar{y}_{mt} - \bar{y}_{mt}^*) \right. \\ &\quad \left. + E[\psi_{m,t+1}(\bar{y}_{mt} - D_{mt}|\lambda, \mu, \gamma) \right. \\ &\quad \left. - \psi_{m,t+1}(\bar{y}_{mt}^* - D_{mt}|\lambda, \mu, \gamma)] \right)\end{aligned}$$

such that
$$\sum_{m \in \mathcal{R}} \bar{y}_{mt} \leq \bar{x}'_{0t}.$$

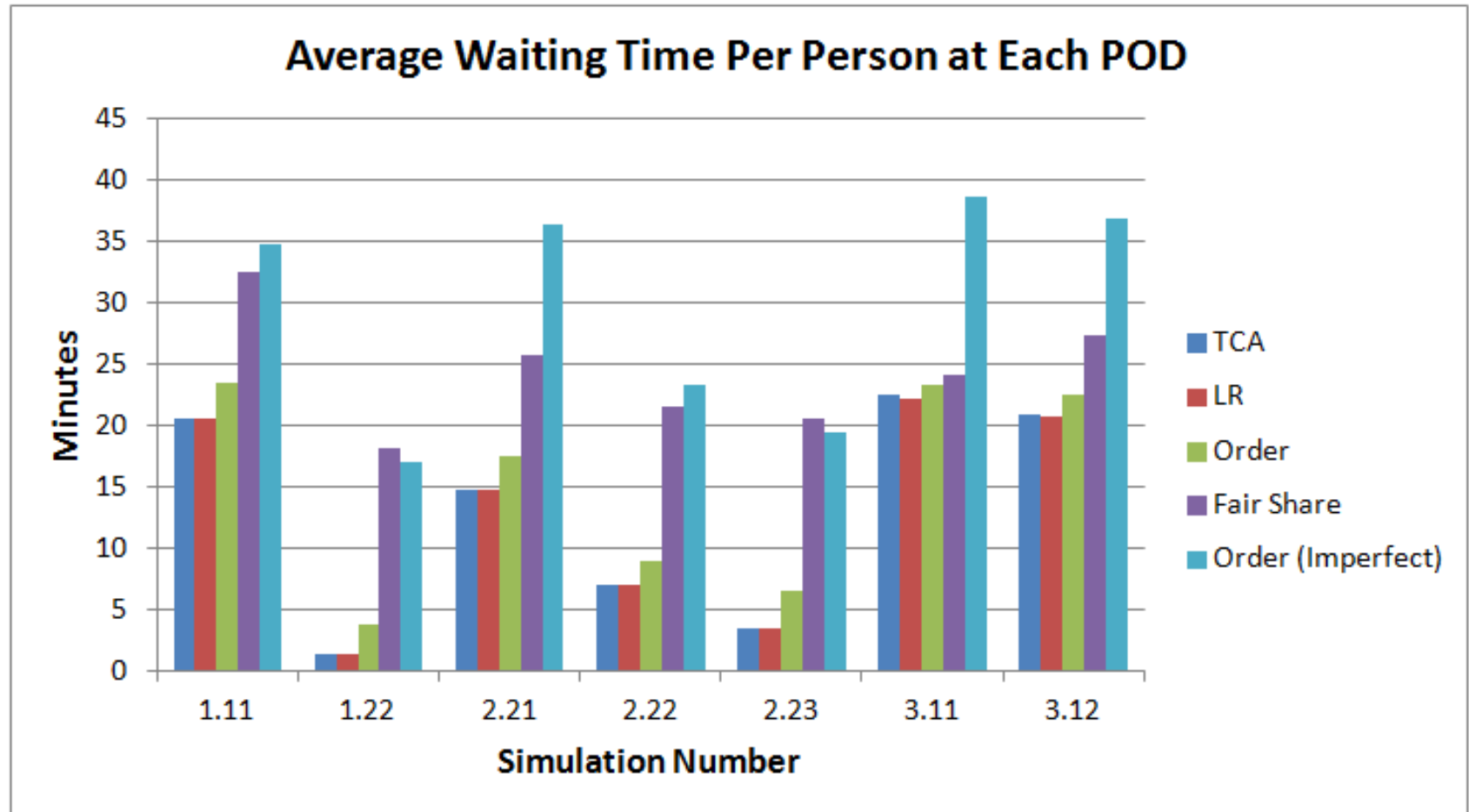
Sample Computational Results



Sample Computational Results



Sample Computational Results



Inventory Allocation Numerical Results

	TCA		LR		Order		Fair Share	
Simulation	WS LB	LR LB	WS LB	LR LB	WS LB	LR LB	WS LB	LR LB
1.11	1.431	1.634	1.423	1.625	1.575	1.798	2.465	2.814
1.12	1.094	8.931	1.135	9.263	1.155	9.433	2.047	16.715
1.13	1.074	2.208	1.089	2.240	1.089	2.240	1.122	2.307
1.14	1.130	2.609	1.166	2.693	3.865	8.928	1.839	4.248
1.15	1.035	1.992	1.040	2.001	1.050	2.020	1.052	2.025
1.21	1.344	1.045	1.343	1.044	1.408	1.095	3.069	2.386
1.22	3.393	1.374	3.602	1.459	3.385	1.370	19.519	7.903
1.24	1.137	1.973	1.171	2.033	3.787	6.572	2.067	3.587
2.11	1.140	4.413	1.160	4.491	1.261	4.880	1.499	5.802
2.12	1.557	2.194	1.553	2.188	1.699	2.395	2.386	3.362
2.13	1.550	1.406	1.558	1.413	1.680	1.524	2.784	2.526
2.21	1.536	3.379	1.578	3.472	1.723	3.791	2.936	6.459
2.22	2.072	1.527	2.136	1.575	2.291	1.689	7.032	5.185
2.23	3.793	1.202	4.051	1.284	4.033	1.278	16.598	5.259
2.31	1.176	2.263	1.181	2.273	1.265	2.436	1.353	2.604
2.32	1.195	2.902	1.195	2.900	1.247	3.028	1.332	3.232
2.33	1.243	2.003	1.240	1.998	1.280	2.061	1.410	2.271
3.11	1.145	1.619	1.138	1.609	1.149	1.625	1.249	1.766
3.12	1.324	1.361	1.312	1.348	1.336	1.372	1.876	1.928
3.13	1.590	2.021	1.581	2.010	1.770	2.250	2.599	3.304
3.14	1.978	2.303	1.935	2.253	2.248	2.617	3.673	4.276
3.23	3.964	1.135	4.059	1.162	4.227	1.210	26.509	7.588
3.24	5.151	1.374	5.039	1.344	5.493	1.465	31.156	8.311

Simulation Models


Goals: Help public health planners to

1. Explore how capacities interact with and affect one another;
2. Understand the impact of uncertainty on their emergency response plans.

Models:

1. Dynamic POD Simulator (D-PODS)
2. Emergency Supply Chain Operations Evaluator (ESCOE)

D-PODS: The Dynamic POD Simulator



Cornell University

Step 1: Construct the Model

Main Menu

Construct Model

Generate Arrivals

Set Service Parameters

Establish Staffing Levels

Run Simulation

Step A

Input duration of the campaign in days

2

Input hours of operation per day

22

Step B

Number of Stations (maximum is 15)

4

Input station names and exits

Station Names

Input station transition probabilities

Transition Rates

Step C

Input PoD capacity

50000

Step D

Return to Main Page

Return

Transition Rates Table

	Greeting	Triage	Medical Eval	Drug Dispensing	Exit
Greeting		0.95	0.05	0.00	0.00
Triage			0.05	0.95	0.00
Medical Eval				0.95	0.05
Drug Dispens					1.00


The first station is the immediate station after entering the PoD. All subsequent stations should be listed in a downward flowing manner. Meaning, if station j can be reached from station i, then i should be listed before station j. Likewise, one must exit from the last station.

Station Names Table

Station	1	2	3	4	
Name	Greeting	Triage	Medical Eval	Drug Dispensing	Exit

The transition rate matrix below indicates the probability of flowing from state i to state j within the PoD. The Exit column in the transition rate matrix below the probability of flowing out of the PoD from any of the stations.

D-PODS: The Dynamic POD Simulator



Cornell University

Step 1: Construct the Model

Main Menu

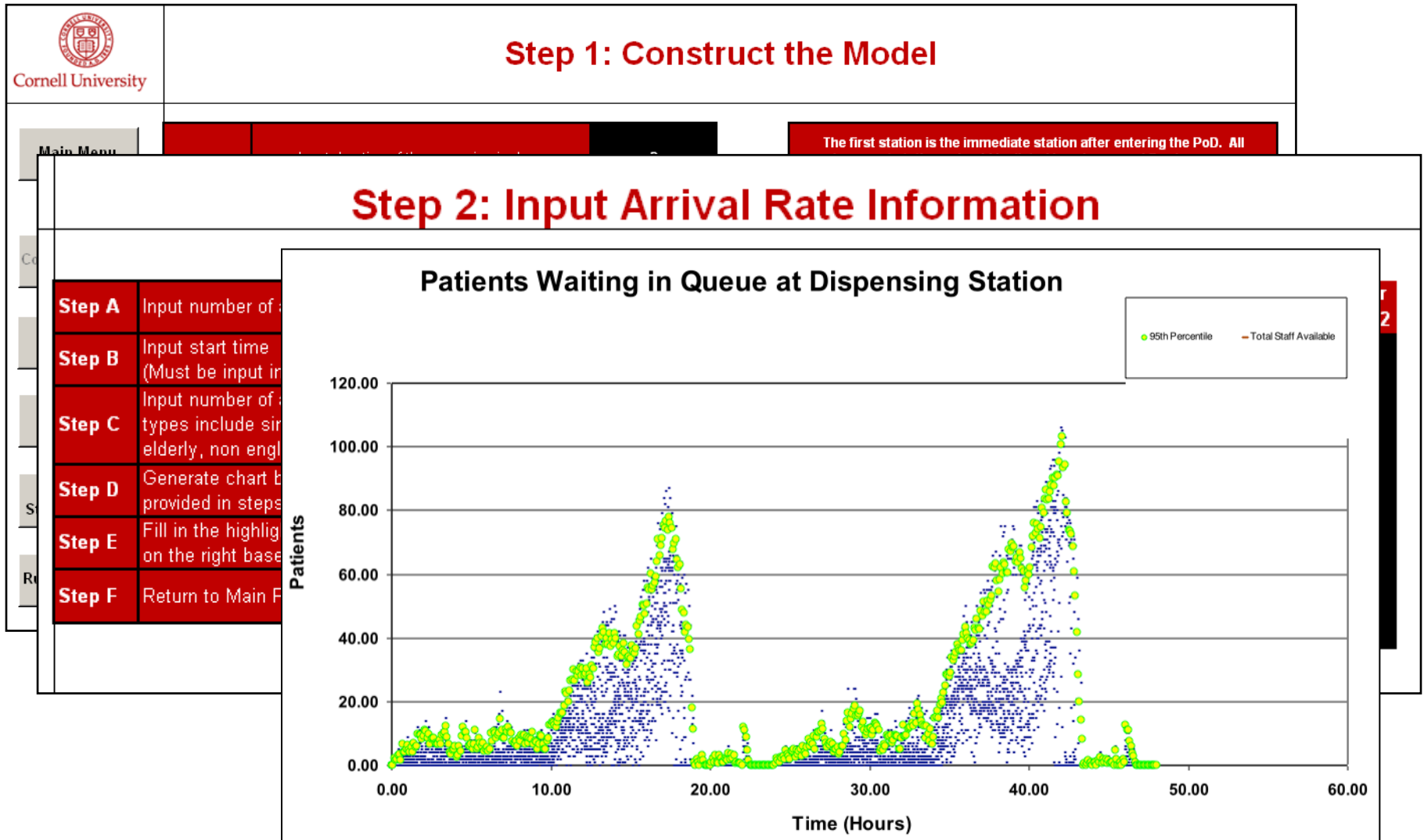
The first station is the immediate station after entering the PoD. All

Step 2: Input Arrival Rate Information

Step A	Input number of arrival intervals	12
Step B	Input start time (Must be input in time format)	7:00 AM
Step C	Input number of arrival types. Arrival types include single person, families, elderly, non english speakers, etc.	2
Step D	Generate chart based on information provided in steps A and B	Chart
Step E	Fill in the highlighted cells of the chart on the right based on the headers	
Step F	Return to Main Page	Return

Interval Number	Hours per Interval	Interval Start	Interval End Time	Arrivals Per Hour: Type 1	Arrivals Per Hour: Type 2
1	2.00	7:00 AM	9:00 AM	300	150
2	2.00	9:00 AM	11:00 AM	200	100
3	2.00	11:00 AM	1:00 PM	500	250
4	2.00	1:00 PM	3:00 PM	500	250
5	2.00	3:00 PM	5:00 PM	700	350
6	2.00	5:00 PM	7:00 PM	400	200
7	2.00	7:00 PM	9:00 PM	200	100
8	2.00	9:00 PM	11:00 PM	100	50
9	2.00	11:00 PM	1:00 AM	100	50
10	2.00	1:00 AM	3:00 AM	50	25
11	2.00	3:00 AM	5:00 AM	0	0
12	2.00	5:00 AM	7:00 AM	200	100

D-PODS: The Dynamic POD Simulator



ESCOE: The Emergency Supply Chain Operations Evaluator

ESCOE Menu

In order to run the program, follow the steps as shown below. The program may not work if executed in the incorrect order.

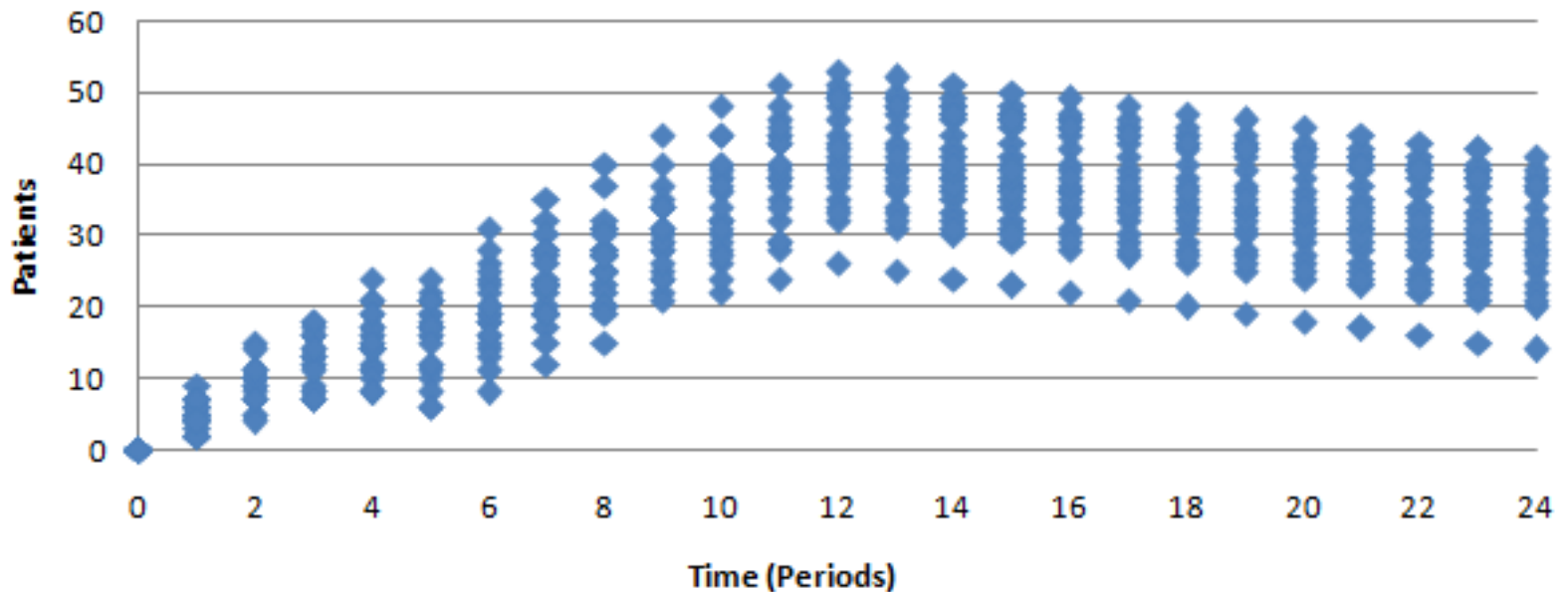
Step 1	Simulation Start Time:	8:00 AM
	Period Length (Hours):	2
	Number of Periods:	24
	Simulation End Time: Day: Time:	3 8:00 AM
Step 2	Construct the Network	Network
Step 3	Describe the Lead Times	Lead Times
Step 4	Describe the Inventory	Inventory
Step 5	Describe the SNS	SNS
Step 6	Describe the FDSs	FDSs
Step 7	Describe the RSSs	RSSs
Step 8	Describe the POD Types	POD Types

ESCOE: The Emergency Supply Chain Operations Evaluator

ESCOE Menu

In

Patient Demand in Each Time Period at POD
Type E served by RSS C



Step 7

Describe the RSSs

RSSs

Step 8

Describe the POD Types

POD Types