

## 7.11 Project Selection

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- Project Selection Problem
- Translation to Network Flow
- Correctness Proof of Translation

# Project Selection

## Projects with prerequisites.

can be positive or negative



- Set  $P$  of possible projects. Project  $v$  has associated revenue  $p_v$ .
  - some projects generate money: create interactive e-commerce interface, redesign web page
  - others cost money: upgrade computers, get site license
- Set of prerequisites  $E$ . If  $(v, w) \in E$ , **can't do** project  $v$  and unless also do project  $w$ . (Arrow from  $v$  to  $w$ .)
- A subset of projects  $A \subseteq P$  is **feasible** if the prerequisite of every project in  $A$  also belongs to  $A$ .

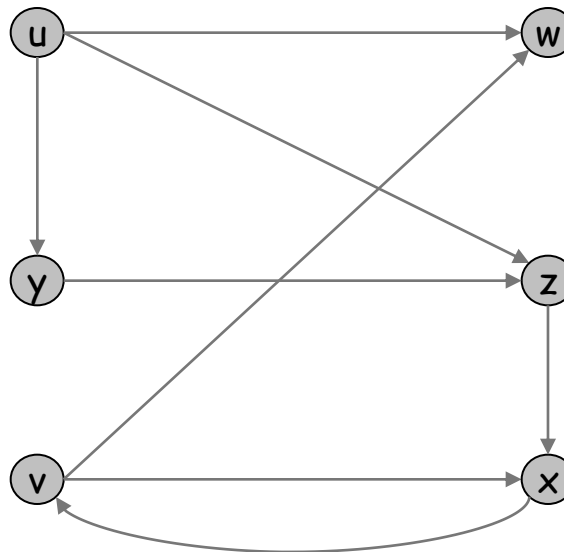
**Project selection.** Choose a feasible subset of projects to maximize revenue.

# Project Selection: Min Cut Formulation

## Min cut formulation

- such that  $(A, B)$  is min cut iff  $A - \{s\}$  is optimal set of projects.

Q. How to ensure that  $A - \{s\}$  is feasible?



formulation: cut  $(A, B)$ :  
 $A - \{s\}$ : selected projects  
 $B$ : unselected projects

# Project Selection: Min Cut Formulation

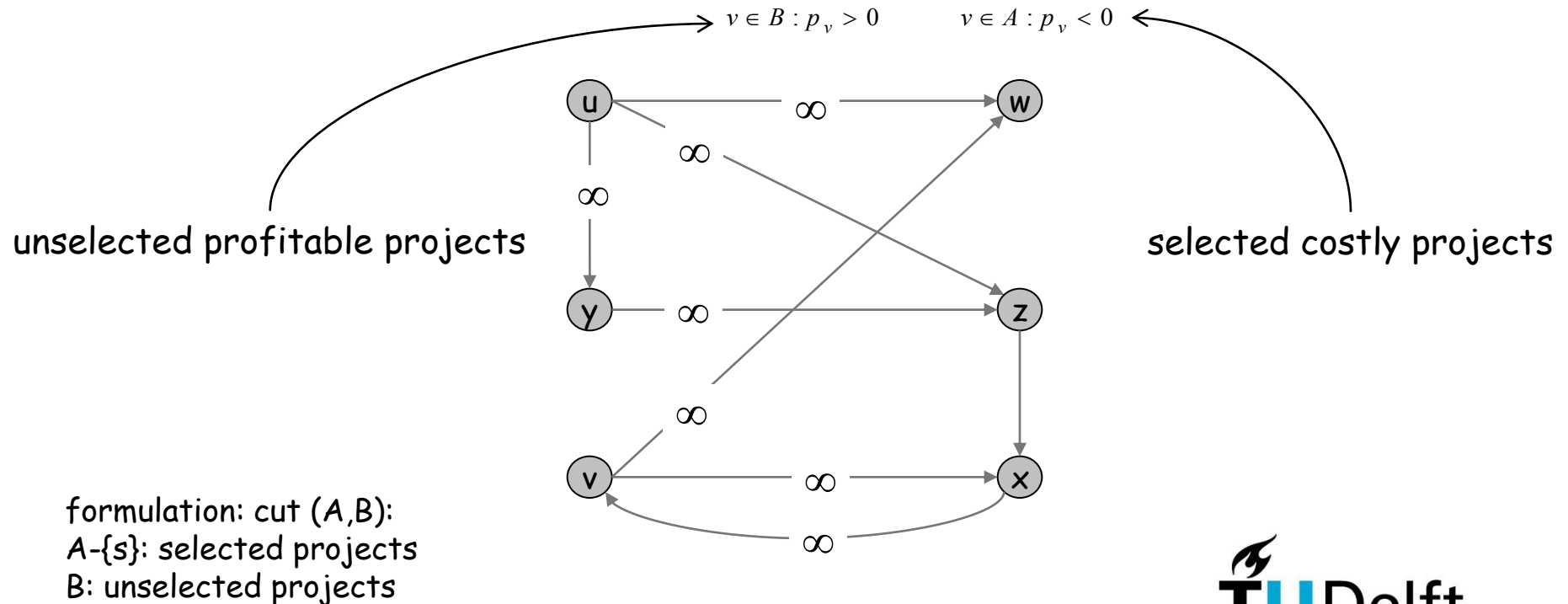
## Min cut formulation

- such that  $(A, B)$  is min cut iff  $A - \{s\}$  is optimal set of projects.
- infinite capacity edges ensure  $A - \{s\}$  is feasible.

Q. How to ensure that capacity of **min** cut relates to profit?

A. minimize selected costly and unselected profitable projects:

$$cap(A, B) = \sum_{v \in B: p_v > 0} p_v + \sum_{v \in A: p_v < 0} (-p_v)$$



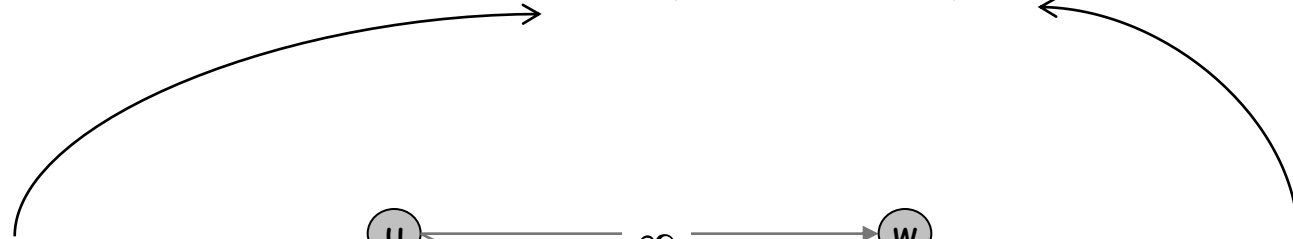
# Project Selection: Min Cut Formulation

## Min cut formulation.

- Assign capacity  $\infty$  to all prerequisite edges.

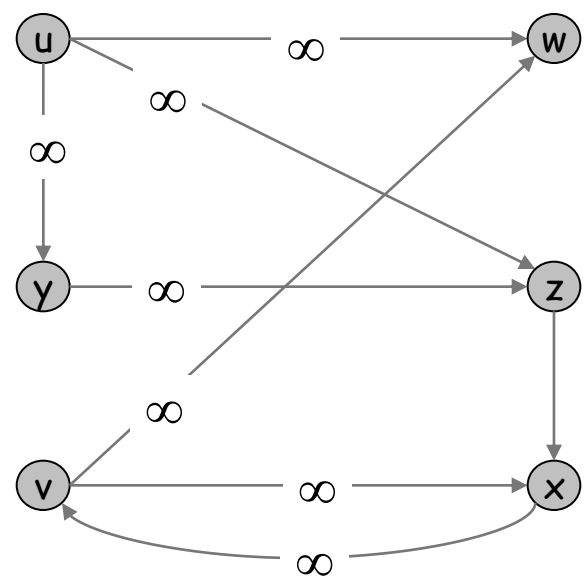
Q. How to assign other capacities to ensure that

$$cap(A, B) = \sum_{v \in B : p_v > 0} p_v + \sum_{v \in A : p_v < 0} (-p_v)$$



unselected profitable projects

selected costly projects

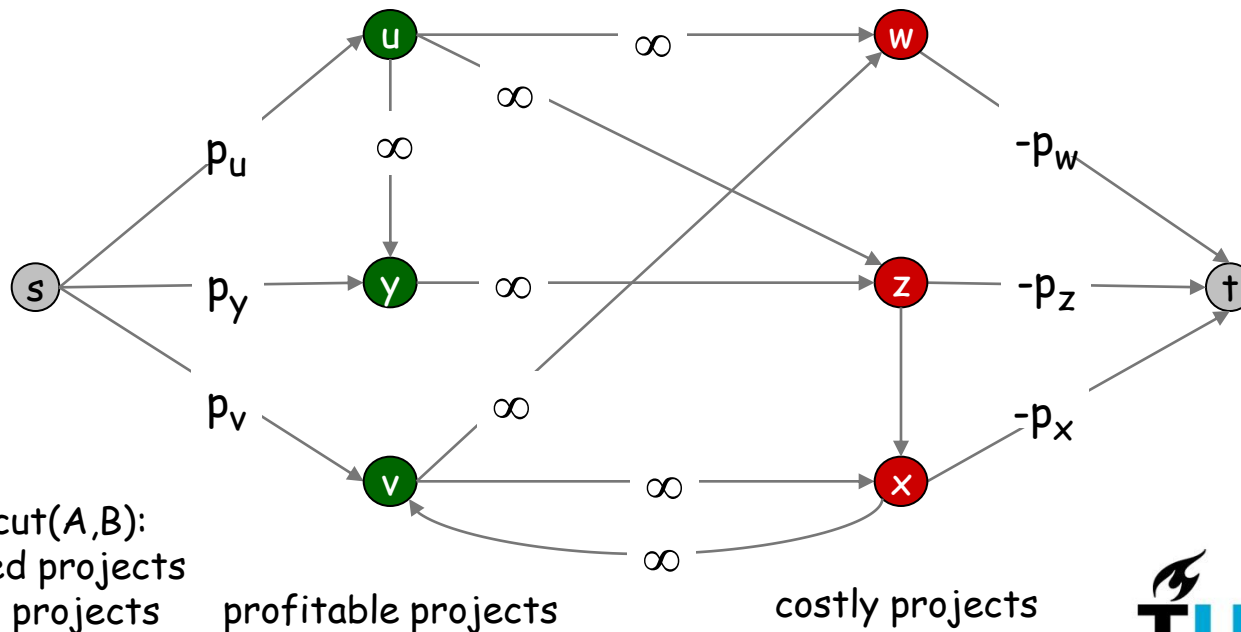


formulation: cut (A,B):  
A-{s}: selected projects  
B: unselected projects

# Project Selection: Min Cut Formulation

## Min cut formulation.

- Assign capacity  $\infty$  to all prerequisite edges.
- Add edge  $(s, v)$  with capacity  $p_v$  if  $p_v > 0$ .
- Add edge  $(v, t)$  with capacity  $-p_v$  if  $p_v < 0$ .
- For notational convenience, define  $p_s = p_t = 0$ .



# Project Selection: Min Cut Formulation

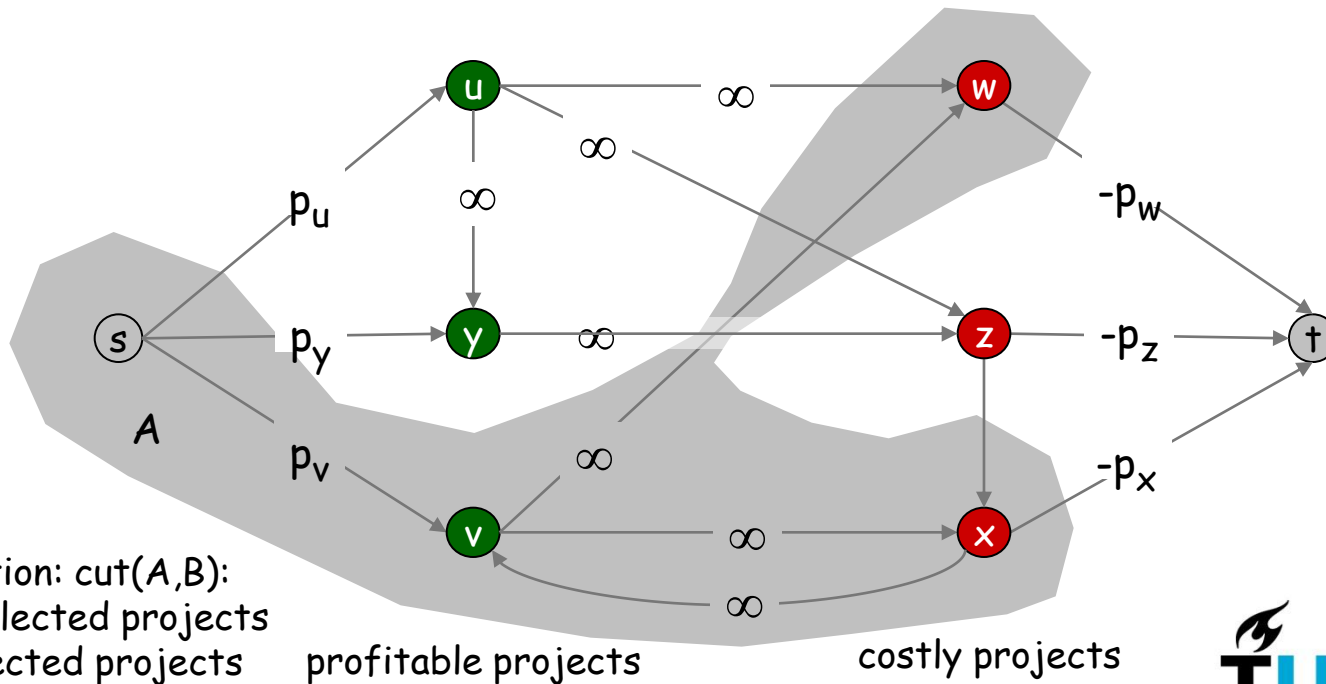
**Claim.** If  $(A, B)$  is min cut then  $A - \{s\}$  is optimal set of projects.

- (i) Infinite capacity edges ensure  $A - \{s\}$  is feasible.
- (ii) Max revenue because:

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**Pf. (i)** Let a min cut  $(A, B)$  be given.

- By contradiction:
  - Suppose  $A - \{s\}$  is infeasible.
  - Contradiction, so  $A - \{s\}$  must be feasible.



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  - Then 
$$\text{cap}(A, B) = \sum_{e \text{ out of } A} c(e) = \infty,$$
  - because  $c(v, w) = \infty$  and all capacities are positive.
  - $(A, B)$  can thus not be min cut, because e.g.  $\text{cap}(\{s\}, V - \{s\})$  is finite.
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$$\sum_{v \in A} p_v$$
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$$= K$$
  

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- Maximizing this revenue is equal to minimizing 
$$\sum_{v \in B: p_v > 0} p_v + \sum_{v \in A: p_v < 0} -p_v = cap(A, B)$$

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**Pf. (ii)** Let a min cut  $(A, B)$  be given.

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- The revenue is  $\sum_{v \in A} p_v = \sum_{v \in A: p_v > 0} p_v + \sum_{v \in A: p_v < 0} p_v$  ← distinguish profitable from unprofitable

$$= \left( \sum_{v \in V: p_v > 0} p_v - \sum_{v \in B: p_v > 0} p_v \right) + \sum_{v \in A: p_v < 0} p_v$$

← profit of selected profitable projects is total profit - unselected profitable projects

$$= \sum_{v \in V: p_v > 0} p_v - \left( \sum_{v \in B: p_v > 0} p_v + \sum_{v \in A: p_v < 0} -p_v \right)$$

- Maximizing this revenue is equal to minimizing  $\sum_{v \in B: p_v > 0} p_v + \sum_{v \in A: p_v < 0} -p_v = cap(A, B)$

- because  $\sum_{v \in V: p_v > 0} p_v$  is constant.

$$\sum_{v \in V: p_v > 0} p_v$$

This proof can be found on page 399.

# Open Pit Mining

Open-pit mining. (studied since early 1960s)

- Blocks of earth are extracted from surface to retrieve ore.
- Each block  $v$  has net value  $p_v = \text{value of ore} - \text{processing cost}$ .
- Can't remove block  $v$  before  $w$  or  $x$ .

