# Distributed Service Area Control for Ride Sharing by using Multi-Agent Deep Reinforcement Learning

Naoki Yoshida<sup>1</sup>, Itsuki Noda<sup>2</sup><sup>®</sup> and Toshiharu Sugawara<sup>1</sup><sup>®</sup>

<sup>1</sup>Computer Science and Engineering, Waseda University, Tokyo 1698555, Japan <sup>2</sup>National Institute of Advanced Industrial Science and Technology, Ibaraki 3058560, Japan

Keywords: Multi-Agent Learning, Transportation and Logistics, Ride Sharing, Deep Reinforcement Learning.

Abstract: We propose a decentralized system to determine where ride-sharing vehicle agents should wait for passengers using multi-agent deep reinforcement learning. Although numerous drivers have begun participating in ride-sharing services as the demand for these services has increased, much of their time is idle. The result is not only inefficiency but also wasted energy and increased traffic congestion in metropolitan area, while also causing a shortage of ride-sharing vehicles in the surrounding areas. We therefore developed the *distributed service area adaptation method for ride sharing* (dSAAMS) to decide the areas where each agent should wait for passengers through deep reinforcement learning based on the networks of individual agents and the demand prediction data provided by an external system. We evaluated the performance and characteristics of our proposed method in a simulated environment with varied demand occurrence patterns and by using actual data obtained in the Manhattan area. We compare the performance of our method to that of other conventional methods and the centralized version of the dSAAMS. Our experiments indicate that by using the dSAAMS, agents individually wait and move more effectively around their service territory, provide better quality service, and exhibit better performance in dynamically changing environments than when using the comparison methods.

# **1 INTRODUCTION**

With advances in computer and communication technologies and the expanded use of smartphones with the global positioning system (GPS), on-demand ridesharing services have become widespread and have begun to attract many users. Because ride sharing allows passengers who do not know one another to ride in a single taxi/car, it increases their access to lowpriced transportation. Moreover, ride-sharing services are expected to reduce both the number of cars in a city area and the operational cost of services. Ride sharing therefore provides advantages on both the customer side and the provider side, and as a result, ride sharing has been adopted by numerous users (Yaraghi and Ravi, 2017) while the number of participating companies, such as Uber and Lyft<sup>1</sup>, has also increased.

Nevertheless, congestion is likely in urban and

busy areas due to the excessive number of taxis and ride-sharing vehicles thanks to the rapid growth of ride-sharing services (Erhardt et al., 2019). For example, to increase their earnings, drivers tend to gather around shopping areas, train stations, and airports, where they can most easily find passengers. This does not cause a problem if the number of drivers is appropriate to the demands of the area. However, it is difficult to maintain an appropriate number of drivers in a given area and coordinate with each other to avoid congestion. As a result, a supply bias may occur: there may be both an oversupply of drivers in urban areas, causing congestion, and a shortage of drivers in suburban or residential areas, causing opportunity loss.

In the recent years, there have been many studies on taxi demand forecasting that analyze information obtained from smart phones with GPS about where people get in and out of taxis (Ke et al., 2017; Ma et al., 2019). If a service provider can predict passenger boarding and alighting points in advance using forecasting information, the supply bias can be partially solved by controlling the location of individual

Yoshida, N., Noda, I. and Sugawara, T.

DOI: 10.5220/0010310901010112

<sup>&</sup>lt;sup>a</sup> https://orcid.org/0000-0003-1987-5336

<sup>&</sup>lt;sup>b</sup> https://orcid.org/0000-0002-9271-4507

<sup>&</sup>lt;sup>1</sup>https://www.uber.com/ and https://www.lyft.com/

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In Proceedings of the 13th International Conference on Agents and Artificial Intelligence (ICAART 2021) - Volume 1, pages 101-112 ISBN: 978-989-758-484-8

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cars. For example, Miao et al. (Miao et al., 2015) and Iglesias et al. (Iglesias et al., 2017) proposed methods to reduce the difference between the number of demands and the number of taxis in an area by using demand forecast information. However, taxi allocation that strictly follows the demand forecast is vulnerable because such the forecasting data usually contain errors, actual demand is always fluctuating, and taxi demands may occur unexpectedly in inactive areas.

To improve the robustness of allocation methods to data errors and dispersion, we have already proposed the service area adaptation method for ride sharing (SAAMS) as a control method for determining service areas, which are the areas where idle (so empty) agents are to wait for future passengers, using deep reinforcement learning (DRL) (Yoshida et al., 2020), where agents driving control programs by assuming future self-driving vehicles. The neural network in the SAAMS provides information about the waiting areas for all independent agents based on the demand forecast data. Although the SAAMS outperforms conventional methods, it was designed as a centralized system to be operated by a ride-sharing company that would distribute the information to their agents. When considering the actual usage and operation of ride-sharing services, it seems better for agents to be able to independently choose their waiting area to maximize their individual earnings, which are usually determined by the number of passengers to whom they give rides. Furthermore, because a centralized network requires the input information to be sent from all agents and must then output the joint action of all agents, its structure must be modified if the number of agents changes, requiring a new learning process.

We therefore propose the distributed SAAMS (dSAAMS) for each agent to improve the applicability to actual operations and to improve the overall profits. Whereas the complexity of a centralized network grows in accordance with the number of agents, the independent network treats other agents as part of the environment. Thus, the network structure does not need to be changed when the number of agents changes and that it is less complex. Nevertheless, it is possible for the method to not converge due to its nonstationarity and instability. Thus, in this paper, we experimentally show that it can converge and that coordination and cooperation emerge even without giving additional rewards to promote cooperation. We also show that the dSAAMS can adapt to complex simulated environments in which demand is generated in static and dynamic manners. Finally, we examine its performance on a benchmark dataset obtained in Manhattan, New York City (NYC).

## 2 RELATED WORK

Several different ride-sharing systems have been proposed and studied. Before the 2010s, dial-a-ride ondemand bus systems attracted attention, and many methods were proposed to find (near) optimal solutions for arranging buses to minimize the travel and waiting times (Cordeau and Laporte, 2003; Berbeglia et al., 2012). Then, with the proliferation of mobile devices, research has shifted to the problem of taxi placement to anticipate passengers in ride-sharing services (Nakashima et al., 2013; Alonso-Mora et al., 2017). For example, Nakashima et al. (Nakashima et al., 2013) proposed a ride-sharing service system that seeks a reasonable arrangement of vehicles by (1) sending a passenger's demand to all cars, (2) calculating the expected trip time, including waiting time and travel time, for each car, and (3) assigning the demand to the vehicle with the shortest expected trip time. They demonstrated that their allocation method worked well experimentally for an actual ride-sharing system in Hakodate City, Japan. Alonso-Mora et al. (Alonso-Mora et al., 2017) proposed a method to formulate taxi allocation in ride-sharing services in the framework of integer programming in order to obtain a semi-optimal solution. They showed that their solution can reduce the number of taxis needed to cover demand in NYC by 70%.

Meanwhile, there have been many studies on demand forecasting for ride-sharing services (Ke et al., 2017; Ma et al., 2019), and forecasting data have been used in ride-sharing systems in recent years. Because an imbalance between driver supply and passenger demand leads to reduced efficiency and unnecessary traffic congestion, Miao et al. (Miao et al., 2015) proposed the receding horizon control approach (RHC), which is a position control method that uses the linear programming framework to minimize the difference between demand and supply using forecast data. They have showed that their method can achieve efficiency by dispatching empty taxis to expected busy areas. However, by closely following the demand forecast, this dispatch solution is not robust to errors contained in the forecast.

Thanks to recent progress in research on DRL, especially *deep Q-networks* (DQNs) (Mnih et al., 2015), It has been widely used to, for example, learn the control of autonomous game playing and robot movements even in complicated environments (Silver et al., 2018; Akkaya et al., 2019). The use of the DQNs has also been proposed in a number of studies on ridesharing systems (Lin et al., 2018; Oda and Joe-Wong, 2018; Wen et al., 2017), in which the proposed methods achieved similar or better allocation efficiency



Figure 1: Environment of the ride-sharing problem.

than conventional methods that did not use the DQNs. The systems proposed by Lin et al. (Lin et al., 2018) and Oda et al. (Oda and Joe-Wong, 2018) have centralized deep networks, like the SAAMS (Yoshida et al., 2020), that needed to learn micro-movements in their environments (such as a sequence of moving up, down, left, and right) to generate the optimal routes for traveling to destinations. As a result, the learning was inefficient because the appropriate route selection was not easy to learn due to the dynamic and complicated road conditions. Wen, Zhao, and Jaillet (Wen et al., 2017) proposed the rebalancing shared mobility-on-demand (RSM) system in which agents have their own DQNs by combining the demand forecast data and dynamically control independently when empty, to reduce the difference between supply and demand. Moreover, the networks provide the micro-movements to control themselves. However, these studies did not investigate the mechanism behind the improvements in performance.

In contrast, the dSAAMS that we propose here does not provide micro-movements and eliminates route selection by assuming these activities are learned in other components. Instead, it focuses on the learning how to decide the service area of each agent. This approach makes the learning efficient and enables the driver agents to follow the dynamics of the environment.

#### **3 PROBLEM AND MODEL**

## 3.1 Problem Formulation and Issues in SAAMS

We formulate the car dispatch problem for ride sharing. We denote the set of agents by  $D = \{1, ..., n\}$  and introduce a discrete time  $t \ge 0$ , for which one unit of time, called a *step*, corresponds to approximately 2 to 3 min in our study. The environment is represented by an  $L \times L$  grid ( $L \ge 0$  is an integer). Each cell in the grid represents a  $K_x \times K_y$  region ( $K_x$  and  $K_y$ are assumed to be approximately 500 m in the experiments below). Fig. 1 shows an example environment, in which the red circles represent agents and the triangles represent passengers waiting for taxis. At each time step, agent *i* can move up, down, left, or right by one cell or can stay in their current cell. The goal of this problem is for agents to pick up passengers from their waiting places and deliver them to their destinations in order to maximize their earnings. Agent  $i \in D$  has a *vehicle capacity*  $Z_i \ge 0$  and cannot transport more than  $Z_i$  passengers. Let *S* be the set of states of the environment. We denote the state at time *t* by  $s_t \in S$  which includes all agents; the known passengers in the environment; the current *service areas* of all agents, which are be defined below; and the most updated demand prediction data, provided every 30 steps by a forecasting system outside the SAAMS.

Conceptual diagrams of the ride-sharing systems with the SAAMS is shown in Fig. 2. At time *t*, the ride-sharing company operates the SAAMS to control all agents that belong to it. The SAAMS has the centralized DQN whose input consists of states of all agents, their received rewards and the forecast data. It then assigns agent *i* (for  $\forall i \in D$ ) to its service area  $C_{i,t+1}$  for next time, which are a subset of the environment. When a passenger requests a taxi in a given location, the operator in the company assigns the most appropriate (i.e., the closest) agent whose service area includes the passenger's current location.

Agent *i* then attempts to move to the service area (preferably, to its center) if its vehicle is empty. When the vehicle of agent *i* is not empty (i.e., they are transporting passengers or have been assigned passengers), they continue their current service (i.e., they continue driving to the passengers' destination or waiting area). After dropping off all passengers, agent *i* returns to the center of  $C_{i,t}$ . That is, the SAAMS indirectly navigates the agents by flexibly changing the service area locations. The SAAMS adjusts the position and size of  $C_{i,t}$  to improve the quality of the service and to increase the total benefits. Meanwhile, the agents do not independently change their service area and instead wait for updates from the SAAMS.

# 3.2 Dispatch Management using Distributed SAAMS

The SAAMS is a centralized controller for a ridesharing company. It may be able to coordinate behavior to some degree, i.e., a few agents may be allocated to unbusy areas to provide better service for rare demands even though these agents are likely to remain idle. However, if the agents' income is based on commission in the ride-sharing service, it is more appropriate for agents to autonomously choose their service areas, even if they belong to the same com-



pany. Another drawback of SAAMS is that the structure of input has to change in accordance with the increase of agents; this often occurs in a real-world ride-sharing service company where more than a few hundred agents are involved and the number of agents is likely to change. Therefore, the network must be reconfigured and need to be trained again. For this reason, the central control of the SAAMS seems unsuitable for real-world operations.

We thus introduced the dSAAMS, as shown in Fig. 3. Agents in the dSAAMS may work for the same company but they individually learn using their own network to appropriately select their service areas by themselves. This system architecture makes this method more flexible and widely applicable because the network structure is not affected by the number of agents that belong to a company. How to assign a request from passengers to the appropriate agents is identical to that by the company using the SAAMS. The main concerns are whether the dSAAMS can learn excellent (or at least acceptable) strategies for determining service areas and the convergence and stability of these strategies. A performance comparison between the dSAAMS and a conventional method (Wen et al., 2017) is also of interest because the distributed setting of the conventional method is quite similar to the method used in our method.

When a ride-sharing company receives a request from a group of passengers at time *t*, it immediately attempts to assign the request to an agent  $i \in D$  who meets the following conditions:

- (a) Agent *i* is a *vacant agent*; that is, its vehicle is empty or has enough empty seats for the new passengers (the capacity limit Z<sub>i</sub> cannot be violated);
- (b) The service area  $C_{i,t}$  of *i* includes the place where the passengers are waiting; and
- (c) The current location of *i* is closest to the place where the passengers are waiting.

Because it may take extra time to pick up passengers for carpooling, it is assumed that the time required for carpooling passengers to board is twice as long as



Figure 3: The dSAAMS taxi dispatch system.

for a non-carpooling ride. This assignment process requires that the ride-sharing company receive information about the service areas of all agents, whereas a ride-sharing company using the SAAMS determines the service areas in a centralized way and distributes them.

To avoid extreme detours that could be caused by ride sharing with other passengers, we introduce the additional condition of the *expected maximum travel time* (EMTT). The EMTT is specified by the *upperlimit factor*  $T_{TT} (\geq 1)$ . The EMTT condition is

# The expected travel time for carpooling must not exceed $T_{TT}$ times the expected travel time for a non-carpooling ride.

 $T_{TT}$  is set by the ride-sharing company to maintain its service quality. The company only assigns agents such that the EMTT condition is not violated. If more than one agent meets the conditions, the dispatch system randomly selects one of them. When there is no assignable agent, the passengers are immediately declined, and service is not provided. When multiple demands arrive, they are processed sequentially by the ride-sharing company. When agent *i* is assigned passengers, they move to the waiting area, pick up the passengers, drive to the destination, and drop off the passengers. After that, agent *i* returns to their service area.

In this study, the agents try to maximize the earnings of the ride-sharing company, which is the sum of the profits of the individual agents. On their own, the agents would likely congregate in areas with high demand to increase their personal earnings. However, this concentration can result in excessive competition and many agents remaining idle. Moreover, it also causes a lack of service in those areas where demands occur infrequently. To avoid this, in our system, agents learn coordinated behavior using their own networks.

104

Name	Manipulation to adjust $C_i$
Enlarge	$C_i$ , of size $T_x^i \times T_y^i$ , is enlarged to size
	$(T_x^i+2)\times(T_y^i+2).$
Shrink	$C_i$ , of size $T_x^i \times T_y^i$ , is shrunk to size
	$(T_x^i - 2) \times (T_y^i - 2).$
Up, down,	$C_i$ is moved up, down, left, or right
left, right	(without a change in size).
Stay	The size and location of $C_i$ are main-
	tained.

Table 1: List of adjustments to a service area.



(a) up adjustment of  $C_i$ . (b) enlarge adjustment of  $C_i$ . Figure 4: Examples of manipulations for service areas.

#### Service Area and Its Adjustment 3.3

Agents using the dSAAMS adjust their service area to increase earnings as well as to provide quality service. Let  $\mathcal{A}$  be the set of the manipulations to adjust service area  $C_{i,t}$  for agent  $i \in D$ . The service area  $C_{i,t}$ is a rectangular area of cells (a square in the experiments below) with a maximum size of  $T_x \times T_y$ , where  $L \ge T_x, T_y \ge 1$  are integers, and the minimum area is  $1 \times 1$ . An adjustment  $a_t^i \in A$  at time t is one of  $\mathcal{A} = \{enlarge, shrink, up, down, left, right, stay\};$  the details of these adjustments are listed in Table 1. Examples of the adjustments up and enlarge are shown in Fig. 4. Note that since agents are directed to move to the center of their service area, after an up manipulation of the service area as in Fig. 4a, the agent will try to move up in next step if possible. If an adjustment of  $C_{i,t}$  would result in a violation of the size constraints, the selected adjustment is stay. Agents' current locations and the manipulations on their service areas may be independent because if they are on their way to drop off passengers, they may be far from their service areas.

#### 4 PROPOSED METHOD

#### Learning in dSAAMS 4.1

The DQN of the dSAAMS of agent *i* learns manipulations to adjust  $C_{i,t}$  to maximize the estimated rewards. In this study, to balance the earnings and service qual-



Figure 5: Structure of the Dueling Neural Network in dSAAMS.





$$r_t^{i} = \sum_{p \in P_t^i} w_b f_b^p + w_d f_d^p + w_t f_t^p \tag{1}$$
$$r_t^{ji} = -w_g f_g, \tag{2}$$

$$= -w_g f_g, \tag{2}$$

where  $w_b$ ,  $w_d$ ,  $w_t$ , and  $w_g$  are non-negative weights, and  $P_t^i$  is the set of passengers assigned to agent *i* at time t. Parameter  $f_b \ge 0$  is the dispatch fee for passenger  $p \in P_t^i$ , parameter  $f_d \ge 0$  is the *expected* travel distance, and parameter  $f_t \ge 0$  is the service travel time for passenger p. Since we assume that the routes are determined using another mechanism, the travel distance and time are based on the shortest route between two locations, and carpooling detours are not considered. Parameter  $f_g \ge 0$  is the cost of an empty agent moving to a neighboring cell. We assume that  $r_t^i (\geq 0)$ is the reward (fare) obtained from passenger p. Agent *i* receives  $r_t^i$  only when they are assigned *p*, whereas a negative reward (fuel expense)  $r_t^{\prime i}$  arises whenever agent *i* moves to a neighboring cell. All agents independently learn how to adjust their own service areas to increase the total rewards of  $\sum r_t^i + r_t^{j_i}$ . Note that since  $r_t^{\prime i}$  is negative, agents attempt to transport passengers for as long as possible. All parameters used in Formulae (1) and (2) should be defined by the ridesharing company.

#### **Structure of Deep Q-Network** 4.2

Because the proposed dSAAMS is a decentralized control, where each agent learns behaviors independently on the basis of locally earned rewards and expense, we have to verify if the decentralized control by the dSAAMS converge.

The proposed DQN for the dSAAMS of each agent is a dueling network (Wang et al., 2016), as shown in Fig. 5, whose output is the combination of the estimated values V(s) of state  $\forall s \in A$  and the advantages A(s,a) of  $a \in \mathcal{A}$  in s. This network consists of three convolutional layers (no pooling layers) whose inputs to the first layer are matrices representing the environment in an abstract way, and four fully connected network (FCN) layers for the estimated values and the advantages. The activation function is the rectified linear unit (ReLU). When the service area of agent i is modified, agent i sends that information to the ride-sharing company for proper assignment.

Three types of  $L \times L$  matrices form the input to the network of agent  $\forall i \in D$  (example matrices are shown in Fig. 6, where a blank cell in the matrices except that of prediction data indicates zero). The first matrix includes the recent demand forecast data from the demand forecast component. Its elements are the demand forecast rates, which are non-negative real numbers that indicate the expected number of demands across 30 time steps at each cell. The blank cells in Fig. 6a indicate uniform, low demand rates (such as 0.1 and 0.025). The second matrix (Fig. 6b) expresses the service area of agent *i* itself. The third matrix (Fig. 6c) indicates the number of agents (including that of agent i) whose service areas include the corresponding cells. For example, a 5 indicates that five agents include that cell in their service areas. To generate the third matrix, we assume that the ridesharing company shares and distributes the service areas of all agents. This information is also needed for the company to properly assign passenger demands to appropriate agents.

## **5 EXPERIMENTAL EVALUATION**

#### 5.1 Experimental Setting

We experimentally evaluated the proposed method, dSAAMS, in a simulation environment by comparing it with other methods. Our experiments were conducted in a  $10 \times 10$  grid environment (L = 10, see Fig. 7) using simulated scenarios and well-known benchmark data obtained in Manhattan, NYC (NYC, 2020). We used a grid environment since it is simple and easy to understand to compare the features of the methods used in our experiments. In addition, the evaluation using the public benchmark dataset of taxi trips in the Manhattan area allows us to evaluate the performance of the methods in a real application. The parameters of agent dSAAMS networks are listed in Table 2. There were 2000 episodes in the training phase, and we used the  $\varepsilon$ -greedy learning strategy, with a gradually decaying value of  $\varepsilon$ . The value of  $\varepsilon$  in the *N*-th episode was 1.0 - 0.9N/2000, so  $\varepsilon$  was gradually decreased to 0.1.  $\varepsilon = 0$  in the testing phase.

We adopted the RHC (Miao et al., 2015), the method used by Wen et al. in their RSM system (referred to as the RSM hereafter) (Wen et al., 2017), and SAAMS, which is the centralized version of dSAAMS (Yoshida et al., 2020), as comparative methods. The RHC tries to move unassigned cars to areas with shortages by giving instructions based on prediction data. It uses the linear programming framework and has been often used for comparative evaluation. We omitted the comparison with other methods (Lin et al., 2018; Oda and Joe-Wong, 2018), because they include the route selection, making a direct performance comparison difficult.

The RSM learns to control agents with their own DQNs. Each DQN takes as input the demand forecast matrices, the positions of nearby agents, and the estimated total supply of cars. It then outputs the Qvalue for each movement. One difference between the RSM and the dSAAMS is that the dSAAMS takes the entire environment as its input (because it is a natural assumption that agents have maps of the service territory). In contrast, the agents in the RSM only get information about the local  $5 \times 5$  grid centered on their location (probably assuming local communication). The rewards in the RSM might increase if the agents could quickly move to areas where passengers are waiting after dropping off their current passengers.

We adopted three evaluation measures in the testing phase: the operating profits (OP), which are the rewards from the passengers,  $\sum_{t=1}^{L_e} \sum_{i \in D} r_t^i$ , where  $L_e$  is the episode length; the *ratio of the waiting time* (RWT), i.e., the ratio of the required time in steps to pick passengers up to the total travel time to their destination; and the average travel distance per agent (ATD) per episode, where the distance is defined as the number of cells, making this value identical to  $r_t^{\prime i} = w_g$  by setting  $f_g = 1$ . The OP seems to be the most important indicator for the ride-sharing company because it reflects the income of the company. The reward weights for calculating  $r_t^i$  and  $r_t'^i$  in the dSAAMS training phase were set to  $w_b = 3$ ,  $w_d = 0.2$ ,  $w_t = 0.2$ , and  $w_g = 0.05$  by referring to actual ridesharing operations. The value of RWT represents the ratio of the waiting time which is one aspect of service quality, so a smaller value is better. A smaller value of ATD is also better because it represents the average fuel consumption per episode of individual agents.

Table 2: Network parameters.

Parameter	Value
Replay buffer size, d	20,000
Learning rate, $\alpha$	0.0001
Update interval of target network	20,000
Discount factor, $\gamma_q$	0.99
Mini batch size, $\dot{U}$	64

Table 3: Setup parameters.

Parameter	Value
Number of agents, $ D  = n$	20
Episode length, $L_e$	150
Vehicle capacity, $Z = Z_i$ for $\forall i \in D$	4
Max. size of service area, $T_x, T_y$	5
Cost of moving to a neighboring cell, $f_g$	1
Upper-limit factor for EMTT, $T_{TT}$	2

#### 5.2 Simulated Grid Environments

We conducted the first experiment (Exp. 1) in the simulated environment shown in Fig. 7, in which blue and green cells correspond to busy areas/places such as stations, halls, museums, shopping malls, and hospitals. We prepared four scenarios with different patterns in the *demand occurrence rate* in the grid environment. The demand occurrence rate  $\lambda$  (> 0) in a cell is defined as the demands from passengers, which are generated according to the Poisson distribution  $P_o(\lambda)$ every 30 steps (i.e.,  $P_o(\lambda/30)$  per step). Note that the *expected value* of  $P_o(\lambda)$  is  $\lambda$ . The passenger destinations are assigned randomly unless stated otherwise.



Figure 7: Experimental environment.

In Scenario 1, the pattern is static: the demand occurrence rate is 4 ( $\lambda = 4$ ) in each green cell and is  $\lambda = 0.025$  for the other cells. Therefore, 18.4 ( $0.025 \times 96 + 4 \times 4$ ) demands are generated on average every 30 steps in the whole environment. Scenario 2 is uniform:  $\lambda = 0.25$  for all cells. In Scenario 3, the pattern is dynamic and biased: the blue cell is a train station, and the four green cells correspond to other busy places. There are many demands for rides between the station and one of the busy cells. Therefore, the blue cell or one of the green cells is randomly selected every 30 steps, and its demand occurrence rate is set to  $\lambda = 12$ , while for the other cells  $\lambda = 0.025$ . Any demand occurring at the blue cell has its destination as one of green cells with a probability of 0.98 (otherwise, the destination is random with a probability of 0.02). Similarly, a demand occurring at one of the green cells has the station (blue cell) as its destination with a probability of 0.98, with the destination being randomly selected otherwise. Finally, the pattern in Scenario 4 is more dynamic, and its demand occurrence rate varies every 30 steps as listed in Table 4.

We assume that the demand forecast matrix is correct in the sense that its elements are identical to their demand occurrence rate  $\lambda$  for the corresponding cells. However, since the demands are generated randomly according to  $P_o(\lambda)$ , the number of demands generated in a cell may not be equal to  $\lambda$ . Moreover, since the updated demand forecast data are given every 30 steps, the same demand forecast matrix is provided to the individual agent networks until the next update arrives, whereas it may almost be obsoleted in the last part of the interval. The other setup parameters for Exp. 1 are listed in Table 3.

#### 5.3 Performance Comparison

The results of all scenarios of Exp. 1 are listed in Table 5. Table 5a indicates that agents using the dSAAMS earned the highest OP. We can thus say that the dSAAMS outperformed the other methods in all scenarios. Another observation is that the decentralized control systems, i.e., the dSAAMS and RSM earned more OP than the centralized control systems. The difference between the OP obtained using the dSAAMS and that using the RSM was the largest in Scenario 3. Because most of the passenger flow was unidirectional in this scenario, the movement of agents using the dSAAMS, which returns agents to their service areas after passengers are dropped off, matched the flow well. The difference between the dSAAMS and RSM was second largest in Scenario 4. In this scenario, the flow of passengers was also dynamic, and its direction of movement was also somewhat biased. We believe that actual flow is likely to be biased, as in Scenarios 3 and 4, making the dSAAMS better for real ride-sharing applications.

The ratio of the waiting time (RWT) and the average travel distance (ATD) are listed in Tables 5b and 5c. The RSM produced the shortest values for the RWT, with the SAAMS and dSAAMS producing relatively longer values. Because the environment of Scenario 2 is uniform and has no busy areas

Cell	(t =)0 to 29	30 to 59	60 to 89	90 to 119	120 to 149
Green	4	2.5	0.025	2.5	4
Blue	0.025	8	18	8	0.025
Others	0.025	0.025	0.025	0.025	0.025

Table 5: Performance Comparison.

Table 4: Demand occurrence rates in Scenario 4 (per 30 steps).

	(a) Received operating profit (OP).			
	Scenario 1	Scenario 2	Scenario 3	Scenario 4
dSAAMS	682.7	801.3	510.3	728.7
SAAMS	594.0	690.3	406.5	591.4
RSM	660.4	771.9	440.9	680.6
RHC	631.9	766.1	464.9	619.4
	(b) Ratio of	the waiting tin	ne (RWT, %).	
	Scenario 1	Scenario 2	Scenario 3	Scenario 4
dSAAMS	5.3	18.9	13.0	9.3
SAAMS	10.1	10.5	13.3	10.2
RSM	4.6	10.5	11.2	5.2
RHC	11.0	17.1	11.3	11.0
	(c) Average tr	avel distance p	er agent (ATD)	
	Scenario 1	Scenario 2	Scenario 3	Scenario 4
dSAAMS	76.0	90.9	55.4	80.4
SAAMS	78.7	97.9	63.7	69.7
RSM	116.8	138.5	118.1	114.5
RHC	116.3	143.2	104.5	115.7

and because the (d)SAAMS includes the concept of service areas, agents are occasionally far from their service areas when dropping off passengers, meaning that the passengers may have to wait longer. Nevertheless, the dSAAMS still earned the highest OP even in Scenario 2 (Table 5a) and a uniform environment is unrealistic. Table 5c shows that the agents using the dSAAMS have the smallest ATD because agents using the dSAAMS were likely to wait in their service area, thereby avoiding unnecessary moves. The dSAAMS is thus the most cost- and energy-effective control system.

#### 5.4 The Waiting Place Strategy

To investigate the waiting points of the agents, we generated heatmaps that indicate the numbers of visits to each cell in the grid by each agent in Scenario 1 (since it is the simplest scenario, facilitating the understanding of the agent behavior). The heatmaps for four agents are shown in Fig.8. We selected four agents that they were likely to pick up passengers from different busy cells. Since the demand occurrence rates were high on four corner cells, these agents, especially the agents using the dSAAMS, were likely to visit and stay at one corner (Fig. 8a). The agents using the SAAMS exhibited a similar tendency but wandered a little; their service areas were probably strongly affected by the positions of other agents (Fig. 8b). The agents using the RSM seemed to identify the busy corners (Fig. 8c), but since they were not using the concept of service areas, they were likely to wait for new passengers at the destination of their previous passengers or in crowded cells near those destinations. This type of movement can be successful when all areas are busy, in which case agents will soon be able to find new passengers. However, in some cases, agents using the RSM had to wait in quiet areas or even in busy places; that is, their waiting places could be biased. Under

#### Distributed Service Area Control for Ride Sharing by using Multi-Agent Deep Reinforcement Learning



Figure 8: Heatmap of agent locations in an episode of the testing phase.

the control of the RHC approach, the waiting locations changed more frequently (Fig. 8d) because for example, when agents with passengers moved to their destinations, other empty agents near the destination would move away to maintain the strict balance between the number of agents in busy cells.

To investigate the strategies of the agents with the dSAAMS more thoroughly, we generated a snapshot

of the service areas of all the agents at a certain time step. A snapshot of the 30th time step is shown in Fig. 9. We can see that the agents attempted to set their service areas to cover the whole environment. The service areas of almost all agents include one of the busy cells, while two agents (5 and 9) covered less busy cells with relatively wider service areas (the size of the service areas was limited by  $T_x$  and  $T_y$ , which



Figure 9: Snapshot of agent service areas with the dSAAMS.

were set to 5). Note that the location and size of the service areas varied over time, and the agents were thus able to accept almost all passenger demands.

## 5.5 Using Manhattan data

We also evaluated dSAAMS using real-world data from Manhattan, with the RSM and RHC tested for comparison in Exp. 2. The Manhattan area was divided into regions of size  $22 \times 11$ , and it was assumed to be a grid environment for our experiment. We used data obtained from Feb. 1 to 14, 2018 for training and data from Feb. 15 to 21, 2018 for testing. We set the number of agents |D| to 100 due to the limited computational resources. This is much smaller than the number of yellow cabs in NYC, which is usually limited to around thirteen or fourteen thousand (excluding ride-sharing vehicles, such as Uber and Lyft). Although we could not determine the appropriate number of taxis and although some taxis might not be operating at a given time, we randomly reduced the data by selecting data points with a probability of |D|/8000 = 0.0125 (8,000 is about 60% of 13,000, by assuming about 60% of all taxis are in operation). We assumed that one time step was one minute and that the length of one episode was 1440 steps ( $L_e = 1440$ ), which corresponds to one day. The update interval of target network was thus also set to 1440. The number of episodes in the training phase was 100. Since the training data cover only two weeks, the same data were used multiple times. This training length may seem short, but the learning almost converged. The value of  $\varepsilon$  was decreased linearly from 1.0 to 0.1. The other experimental parameters were identical to those in Tables 2 and 3.

For Exp. 2, the demand forecast data were, as in other studies (Oda and Joe-Wong, 2018), generated by a neural network whose inputs are two matrices that represent the distribution of passengers during the previous two steps. The output is the demand forecast data for next step. The first layer consisted of thirty-two  $3 \times 3$  filters with a leaky rectified linear activation

Parameter	OP	RWT	ATD
dSAAMS	16347.1	6.9	557.1
RSM RHC	16072.8 16055.3	10.6 15.7	1100.2 1227.7

Table 6: Results for the Manhattan data.

unit (leaky ReLU). The next layer consisted of sixtyfour  $2 \times 2$  filters with a leaky ReLU. The last layer was a  $1 \times 1$  filter with the same activation function. The forecast data were updated every 30 steps to estimate the demand occurrence rates for the next 30 steps.

The results are summarized in Table 6. This table indicates that the dSAAMS exhibited the best performance in these experiments. There are several reasons for its relatively good performance. First, the agents using the dSAAMS were able to accept and meet almost all the passenger demands, whereas the other methods were occasionally unable to accept a few demands. This enabled agents using dSAAMS to earn greater OP. Second, the RWT and ATD of the dSAAMS were much smaller than for the other methods. The agents using the RSM were again likely to wait for new passengers near the destination of their previous passengers, but these places were not necessarily busy. As a result, passengers were more likely to have to wait longer.

The strategy learned with the RSM seems be effective when all areas are busy because agents can pick up their next passengers where they drop off their previous passengers. The full results are not provided here, but if we change the probability of reduction of data from 0.0125 to 0.05 (making the area four times busier), the agents using the RSM generate slightly more OP than the agents using the dSAAMS. This occurs even though in an incredibly busy environment in which many demands were rejected even when using the RSM. We believe that such situations are not realistic and that the number of passengers per agent will instead be relatively small due to the entry of other ride-sharing companies into the business, increasing the competition rate between agents in a ride-sharing market of constant size.

#### 5.6 Remark

Comparing the centralized and decentralized SAAMSs, it seems that the dSAAMS can dispatch agents more appropriately in static situations (such as Scenarios 1 and 2) and can adapt more flexibly to changes in the environment (Scenarios 3 and 4) than the SAAMS. The RSM, which is also decentralized, also exhibited better performance than the SAAMS.

Although there were concerns about instability and non-convergence due to the decisions being fully decentralized, the networks converged for good results. Fig. 8 shows that the dSAAMS prompted fewer unnecessary movements than the SAAMS and that it earned higher OP. Since the number of taxis in operation always varies, we believe that the dSAAMS can be efficient for actual ride-sharing control.

# 6 CONCLUSION

To improve the applicability to actual operations and the overall benefits and efficiency of ride-sharing control, we propose the dSAAMS, in which each agent uses their own deep Q-network to determine the service area where they should wait for passengers. The dSAAMS is a decentralized and extended version of the SAAMS (Yoshida et al., 2020). Using dSAAMS, we can easily increase the number of agents in a ridesharing company. In contrast, the centralized network of the SAAMS controls all agents, and the structure of the network must therefore be modified and retrained when a new agent is added. We conducted experiments in simple simulated environments and in a more complicated environment based on real data acquired in Manhattan, New York. By learning the service areas, the dSAAMS was able to reduce supply shortages and biases, resulting in higher rewards and reduced travel distances compared to existing methods

One drawback of the dSAAMS is that it requires a relatively long training time to obtain stable learning results when the number of agents is large, but we believe that these calculations can be performed on a large number of PCs in the cloud. We may also need to use incremental learning, in which the number of agents is gradually increased by adding new agents that have no prior learned knowledge. Another possible approach is transfer learning, in which a small number of agents learn in advance, and the number of agents is then increased by transferring their knowledge to new agents. These are the topics of our future work.

## ACKNOWLEDGEMENTS

This work was partly supported by JSPS KAKENHI (17KT0044) and JST-Mirai Program Grant Number JPMJMI19B5, Japan.

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