# Extension of Bouygues Telecom's ADSL network

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# LocalSolver (company)

Optimization & Analytics subsidiary of Bouygues

PhD-engineers in computer science and applied maths

20 years of experience in operations research

- Optimization
- Planning
- Forecasting
- Revenue Management
- Data Analysis
- Simulation
- Business Rules



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- Consulting
- Software solutions
- LocalSolver



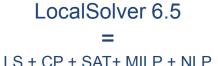
# LocalSolver (product)

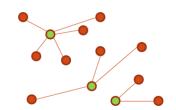
### Model & run

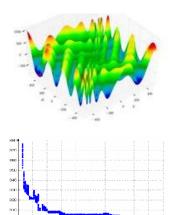
Combinatorial optimization, continuous & mixed variable

Large scale problem, non convex optimization

Good solutions in short running time





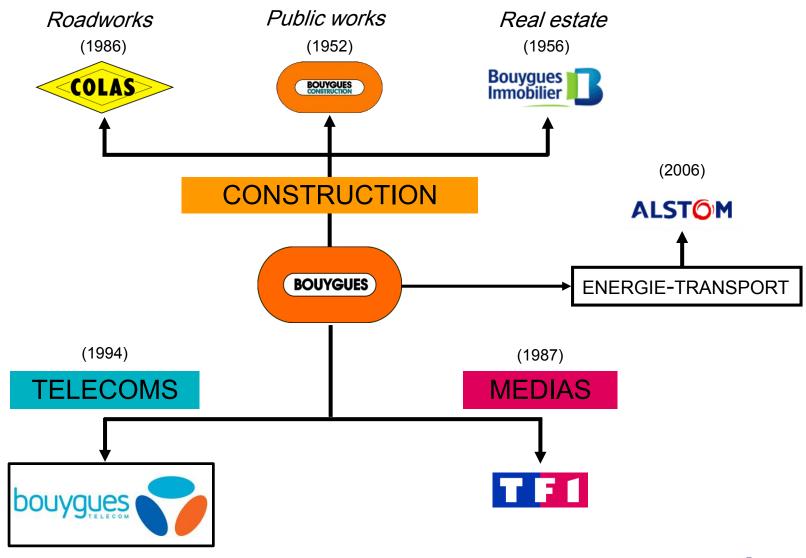




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# Bouygues Group





### Internet Service Providers in France

#### Main internet service providers

- Orange
- SFR
- Free
- Bouygues Telecom
  bouygues (







Most of the customers are connected using ADSL

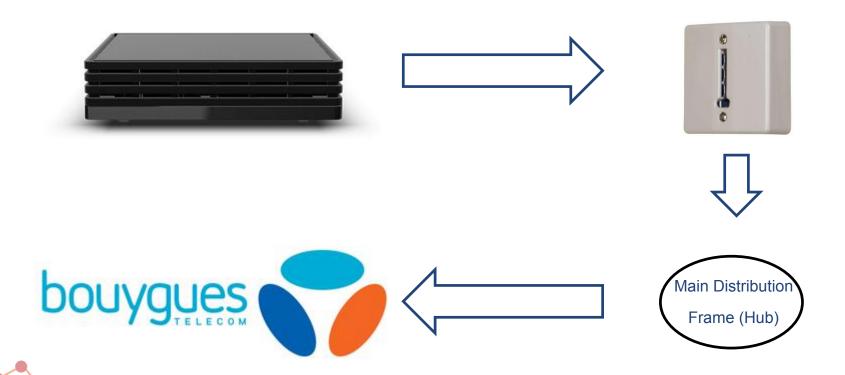
Average prices: 30 - 40 € / month

#### Bouygues Telecom strategy

- New offer 20€ / month (Feb. 2014)
- Unbundle 1,500 local loops (June 2014)

# Local loop unbundling

**Hub**: Main Distribution Frame



### Subscriber hubs

### Two options for an operator

- Install its own hardware
- Rent another operator hardware (Orange, SFR, Axione)

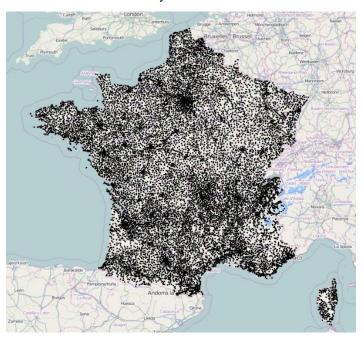
Operator	Unbundled subscriber hubs (06/2014)
SFR	6,714 (84.7%)
free	6,276 (83.1%)
Bouygues	4,938 (77.1%) (750 with their own hardware)
completel	4,908 (76.8 %)

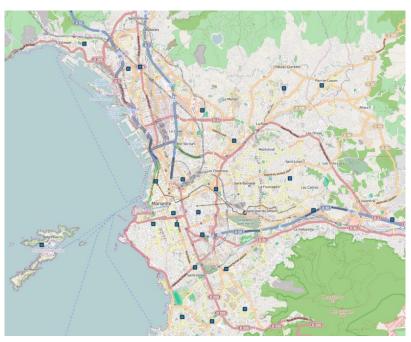




### Subscriber hubs in France

#### Around 14,000 subscriber hubs in France





**Question**: how can we extend Bouygues Telecom network?



### Costs model

### **Economic hypothesis**

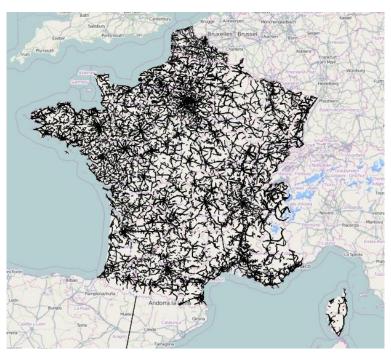
- Gain from each customer (periodic)
- Number of customers per hubs
- Two options
  - Rent a hub to another operator (periodic)
  - Install Bouygues Telecom's own hardware: unbundle (fix + periodic)

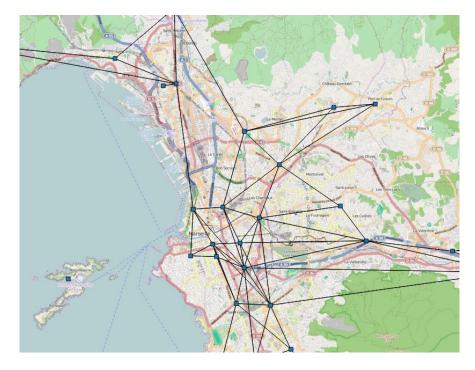
Question: how can we connect an unbundled hub to Bouygues

Telecom network?

# LFO Offer from Orange

Orange rents a network of optical fibers between hubs (32,000 links\*)







### Costs model

### **Economic hypothesis**

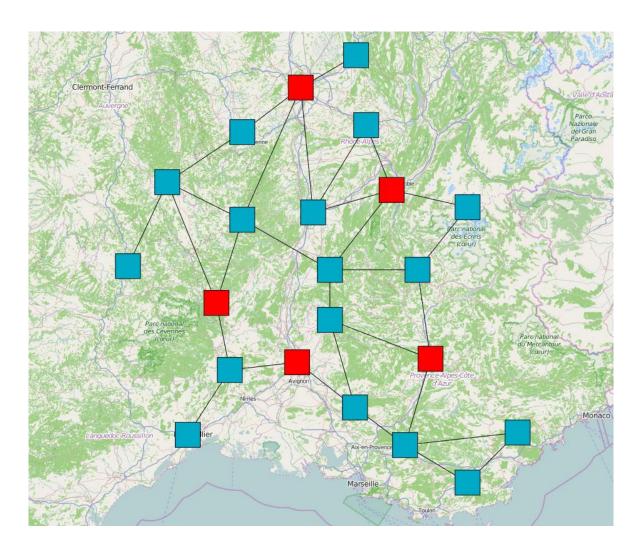
- Gain for each subscriber
- Numbers of customers per hubs
- Renting cost of a hub
- Unbundling cost
- Renting cost of LFO links

#### Constraints

 All unbundled hubs must be connected to a Bouygues Telecom Point of Presence (POP)



# Toward a graph problem





## Prize collecting Steiner Forest

### Input: Graph G = (V, E, c, p)

- *V* : Nodes
- *E* : Edges
- p(v): Profit per selected node v
- c(e): Cost per edge e

### Output: a forest F = (V', E') maximizing p(V') - c(E')

- **V**': selected nodes
- E': selected edges to ensure connectivity

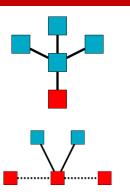
#### NP-Hard ⊗

Instance: 15,000 nodes & 180,000 edges

### Additional constraints

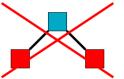
### Node degrees

- 4 links can leave a hub
- 2 links can leave a POP



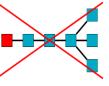
### No cycle

A cycle can occur between two POP



#### No subtrees with to much subscribers

To minimize the impact of a line default



#### Number of hubs to unbundle is fixed

In practice, around <u>1,500 hubs</u> should be unbundled





### Problem resolution

### Manual processing at Bouygues Telecom

- Up to 400 hubs
- Several weeks of work
- Creation of a benchmark

#### Client needs

- Solve the global problem (15,000 Hubs & 1,500 to select)
- Reasonable response time (few minutes)
- Dynamic specifications

#### Heuristic



Based on our solver: LocalSolver

Main difficulty: To ensure the connectivity of the solution

### Path formulation

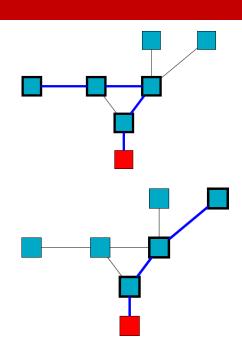
### Path generation

- Start from the POP
- Exhaustive enumeration of « short » paths
- Greedy enumeration of « profitable » paths
- Avoid loops

#### LocalSolver model

- $z_P = 1$ , if path P is selected (decision)
- $x_v = 1$ , if a path P containing v is selected (expression)
- $y_e = 1$ , if a path P containing edge e is selected (expression)
- All the previous constraints can be expressed with z, x, y (400 000 decisions and 1 400 000 expressions)

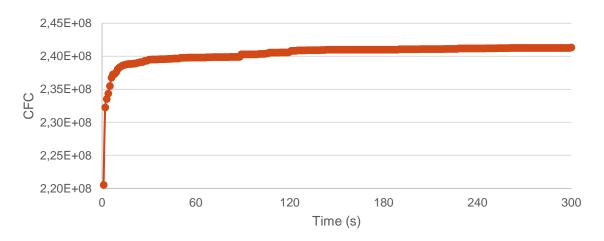




### Results

### Fast convergence

- Hubs that are selected after 600s are already selected in less than 60s
- Improve the edge costs



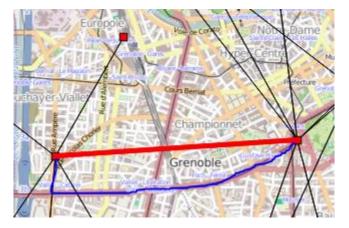
### GAP < 10% (computed with a MIP Solver)

- Oriented node / edge model  $x_v$  et  $y_e$
- No subtour elimination constraints
  - **Poor relaxation**

# Find the optimal solution?

#### Practical difficulties

- Economic hypothesis
- Orange can refuse part of the solution

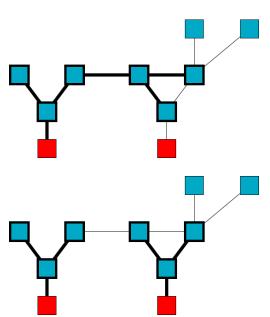


### III posed problem

- Forecast future needs
- Increase robustness with security loops







### Conclusion

#### Scientific interest

- Large problem 14,000 nodes & 180,000 edges => 1.4M expressions
- Good solutions in 1 minute and stability in 10 minutes

#### Practical interest

- Bouygues Telecom +100,000 new subscriber / quarter on the last 4 quarters (2015)
- 1900 unbundled hubs in August 2016 (bbox-actus.com)



degroupnews.fr,

bbox-actus.com





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