

## **CASE STUDY: SIMULATION OF AMAZON INBOUND CROSS DOCK FACILITIES**

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### **ABSTRACT**

Discrete Event Simulation (DES) frameworks have become essential tools in Amazon's logistics network for analyzing and optimizing warehouse operations. This paper presents a modular DES framework developed using FlexSim to model operations across multiple Amazon IxD facilities. Validated against historical data, the model accurately replicates operational dynamics and supports applications span from current building optimization, particularly in cross-belt sorter recirculation parameters, to testing future automation concepts. Key challenges including human operational behavior and unexpected operational events are discussed. The study concludes by highlighting future directions in emulation and network model connectivity to enhance simulation fidelity and enable real-time data exchange across the logistics network.

### **1 BACKGROUND**

An Inbound Cross Dock (IXD) facility manages inventory distribution across Amazon's fulfillment network. IXDs receive products from vendors and ship them to fulfillment centers, enabling greater product selection and lower costs for customers. These facilities face high volume variability and use advanced automation and operational strategies to maintain efficiency. The intricate nature of these operations necessitates sophisticated simulation tools for design validation, operational optimization, and future capacity planning. Traditional modeling approaches often struggle to capture the full complexity of these systems, particularly regarding mechanical interactions, human operator behavior, and network-level dynamics. This study presents a modular simulation framework that addresses these challenges through parameterized inputs, flexible configuration options, and validated operational logic. The framework enables both tactical optimization of current operations and strategic evaluation of future automation concepts, while accounting for real-world constraints and operational variability.

### **2 SIMULATION APPROACH**

A Discrete Event Simulation (DES) framework was developed in FlexSim to model Amazon IxD facility operations. The framework features three key modules: flow control, workstations, and inbound/outbound processing. The flow control module uses FlexSim SQL queries and Amazon's ranking logic to manage complex material routing across multiple sortation types and destinations. The workstation components simulate the detailed workflow of different process/sortation stations. The inbound/outbound modules allow the model to be easily reconfigured based on historical trailer arrival pattern and dock door assignment. The simulation framework incorporates input metrics that capture the core aspects of IxD operations, including inbound volume patterns, facility design configurations, dock door layouts, lane assignments, operational rates, material handling equipment specifications, and process settings. This input parameterization ensures the simulation accurately reflects actual operational conditions and constraints, while the modular structure allows for easy replication and modification across multiple sites.

### **3 CASE STUDY**

#### **3.1 CORRELATION**

We calibrated the IxD simulation model with a exact 2024 peak-day staffing plan, trailer schedule, workstation rates, and MHE operational/reliability parameters. We then compared the simulated hourly inbound/outbound volumes, sorter utilization, station-level flows, and inter-process travel times against historical KPIs. Our validation approach employed robust statistical methods, including mean absolute error for throughput assessment,  $R^2$  coefficients for hourly profile comparisons, and t-tests to evaluate the statistical significance of variations between simulated and historical datasets. The validation results demonstrate that our model accurately replicates the reference facility's operational dynamics, establishing its suitability for subsequent optimization studies.

#### **3.2 OPTIMIZATION OF CURRENT BUILDING**

Leveraging our simulation model, we we optimized the IxD facility's cross-belt sorter recirculation parameters. We tested various recirculation limits against operational constraints including jackpot and sorting lane capacities. The analysis revealed key relationships between recirculation limits, carrier utilization, and jackpot capacity. Through systematic testing, we developed guidelines for optimizing recirculation parameters based on inbound volumes and process path capacities, enabling facilities to maximize sorter efficiency while managing jackpot lanes effectively.

#### **3.3 FUTURE AUTOMATION CONCEPT TESTING**

We extended the IxD model to evaluate a future automation concept capable of handling 13% higher target volume and 70% more sortation capacity. The scenario represents peak-day inbound operations with hour-to-hour variation across process paths and destinations. Using a modular architecture, we assembled a full-system model with flow control logic same as facility's FMS (Flow Management System) behavior and added automated workstation modules.

We conducted sensitivity studies to assess system robustness to changes in trailer mix (fluid vs pallet), process path split, outbound destination mix, and utilization parameters (units per package, units per tote). The model reported key KPIs, including system utilization and conveyor recirculation rates, for us to compare alternatives and identify constraints.

The insights from this study informed design decision, including the number of automated work cells, required conveyor accumulation capacity, number of outbound diverts, and recommended flow-control settings. The model confirmed whether the design met target throughput and will continue to serve as a virtual validation platform.

### **4 CHALLENGES AND FUTURE DIRECTION**

Current challenges include limited historical failure data for model validation, complexity in simulating human operator behavior, and difficulty incorporating unexpected operational events. However, several promising directions are emerging to address these limitations. The integration of physics simulation models will enable more accurate package jam predictions, while enhanced network connectivity between national IxDs, supplier facilities, and fulfillment centers will support real-time data exchange. This combined approach of physics-based modeling and interconnected facility networks promises to significantly improve simulation fidelity and operational forecasting capabilities.