

AI-POWERED SOLUTIONS FOR THE
RESTAURANT INDUSTRY

Leveraging LLMs for enhanced
product categorization.



THE ERDÖS INSTITUTE
DEEP LEARNING BOOTCAMP

Evaristo Villaseco Arribas & Davood Dar & Amir Kazemi-Moridani

Agenda



- I. Problem Statement
- II. Data Collection & Cleaning
- III. EDA
- IV. Model Selection for multi-label classification
- V. Model Predictions
- VI. Conclusions & Perspectives



Problem Statement: Restaurants have thin margins



❌ Food Wastage:
> 25 bn lb/year



- ❌ Old School recipe/inventory management
- ❌ 500 Hrs/year on admin



- ❌ No Big-Picture insights
- ❌ Lack of data-driven forecasts

Problem Statement: Restaurants have thin margins



Burnt

Reimagining back of house operations



- ✓ Inventory demand forecast
- ✓ Automated inventory management
- ✓ Automated payment scheduling
- ✓ Budgeting
- ✓ Live food cost analysis
- ✓ Pos integrations
- ✓ Menu profitability
- ✓ GP Alerts

Problem Statement: Restaurants have thin margins

Burnt

Reimagining back of house operations



- ✓ Inventory demand forecast
- ✓ Automated inventory management
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Problem Statement: Classifying Inventory Items

- Restaurants have on average 5-10 different suppliers with different ways to describing their products



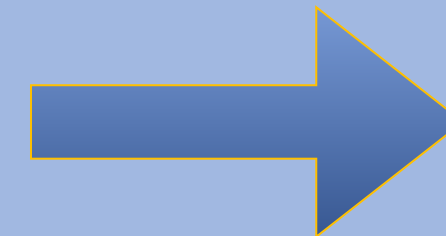
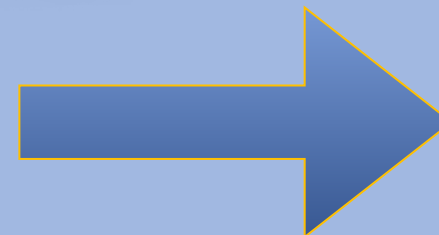
High-quality organic tomatoes on the vine, cultivated in a controlled greenhouse



Premium greenhouse-grown organic tomatoes on the vine



Greenhouse-raised organic tomatoes on the vine



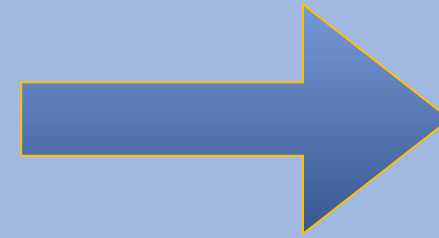
Problem Statement: Multi-Label Classification



Laura's Lean Beef 92% Lean
8% Fat Ground Beef



American Foods 80/20
Ground Beef



- Food
 - Meat
 - Beef



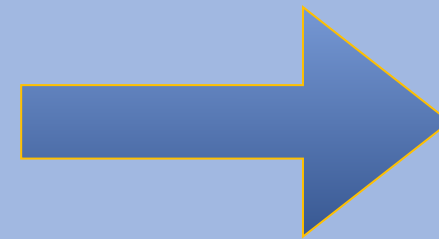
Optimized search-bar
engine



Nestlé NESQUIK Chocolate Lowfat
Milk Ready to Drink



fairlife 2% Chocolate Ultra-Filtered
Milk, Lactose Free



- Beverages
 - Non-alcoholic
 - Dairy



Minimized
wastage



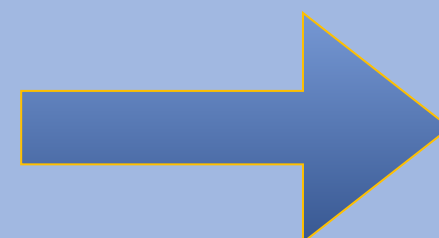
Automated inventory
management



NatureSweet Heavenly
Salad Tomatoes



Produce organic
Roma tomatoes



- Food
 - Fresh produce
 - Tomato

Problem Statement: Approach

American Foods 80/20
Ground Beef

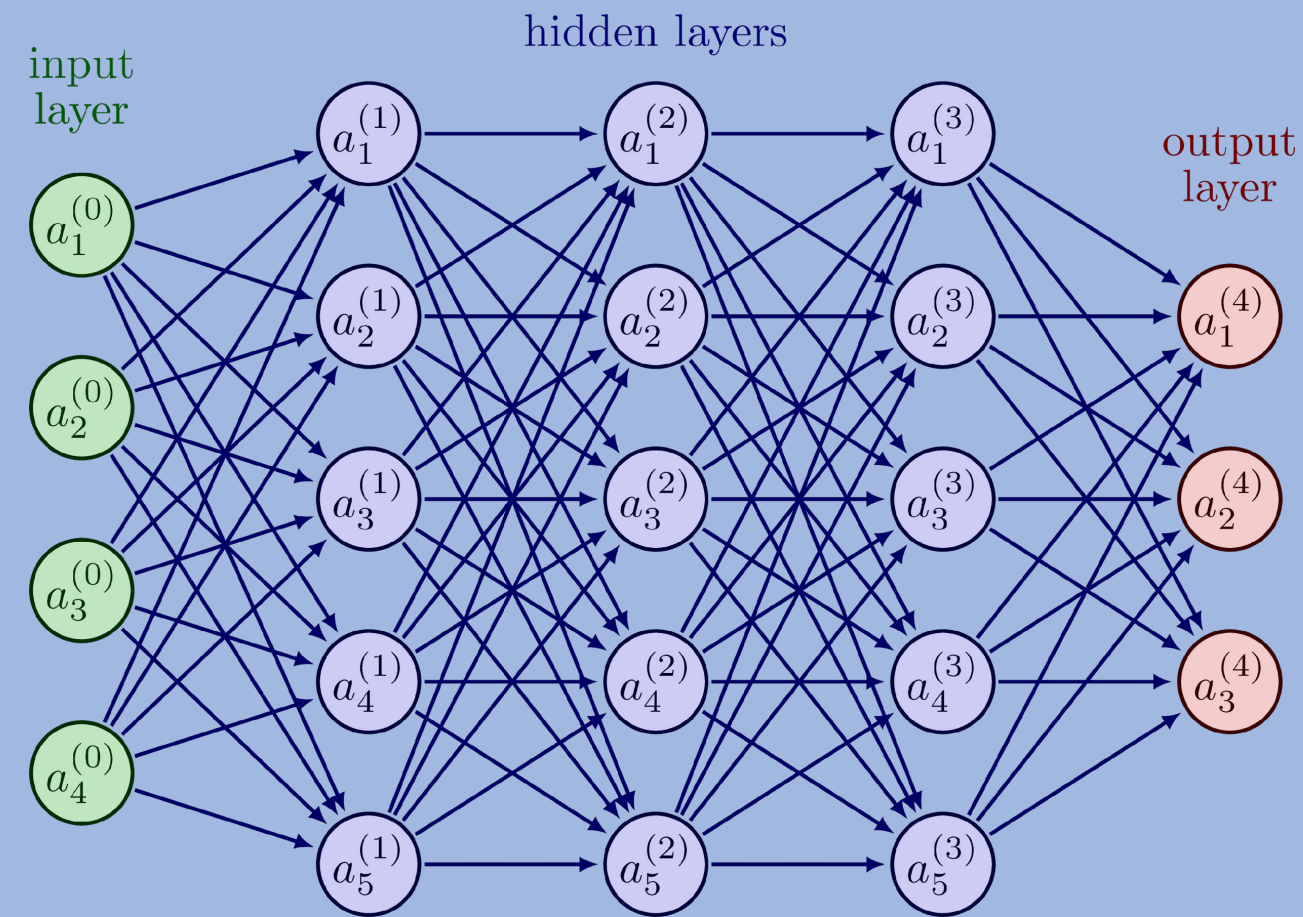
Laura's Lean Beef 92% Lean
8% Fat Ground Beef

fairlife 2% Chocolate Ultra-Filtered
Milk, Lactose Free

Nestlé NESQUIK Chocolate Lowfat
Milk Ready to Drink

Produce organic
Roma tomatoes

NatureSweet Cherubs
Heavenly Salad Tomatoes



Fine-tuned LLMs

- Food
 - Meat
 - Beef

- Beverages
 - Non-alcoholic
 - Dairy

- Food
 - Fresh produce
 - Fruits

Data Collection & Cleaning

- Need hierarchical categories
- Need labeled data
 - Scrape data from Instacart

Alcohol >

Beverages >

Food ✓

Food / Meat / Beef

Fresh Produce

Frozen Food

Meat Alternatives

Pantry

Deli


Baked Goods


Dairy

Meat


Seafood

Ready to Cook Meals






American Foods Group
80% Lean 20% Fat
Ground Beef
16 oz



Skylark Beef Liver,
Sliced
16 fl oz



Laura's Lean Beef 92%
Lean 8% Fat Ground
Beef
16 oz

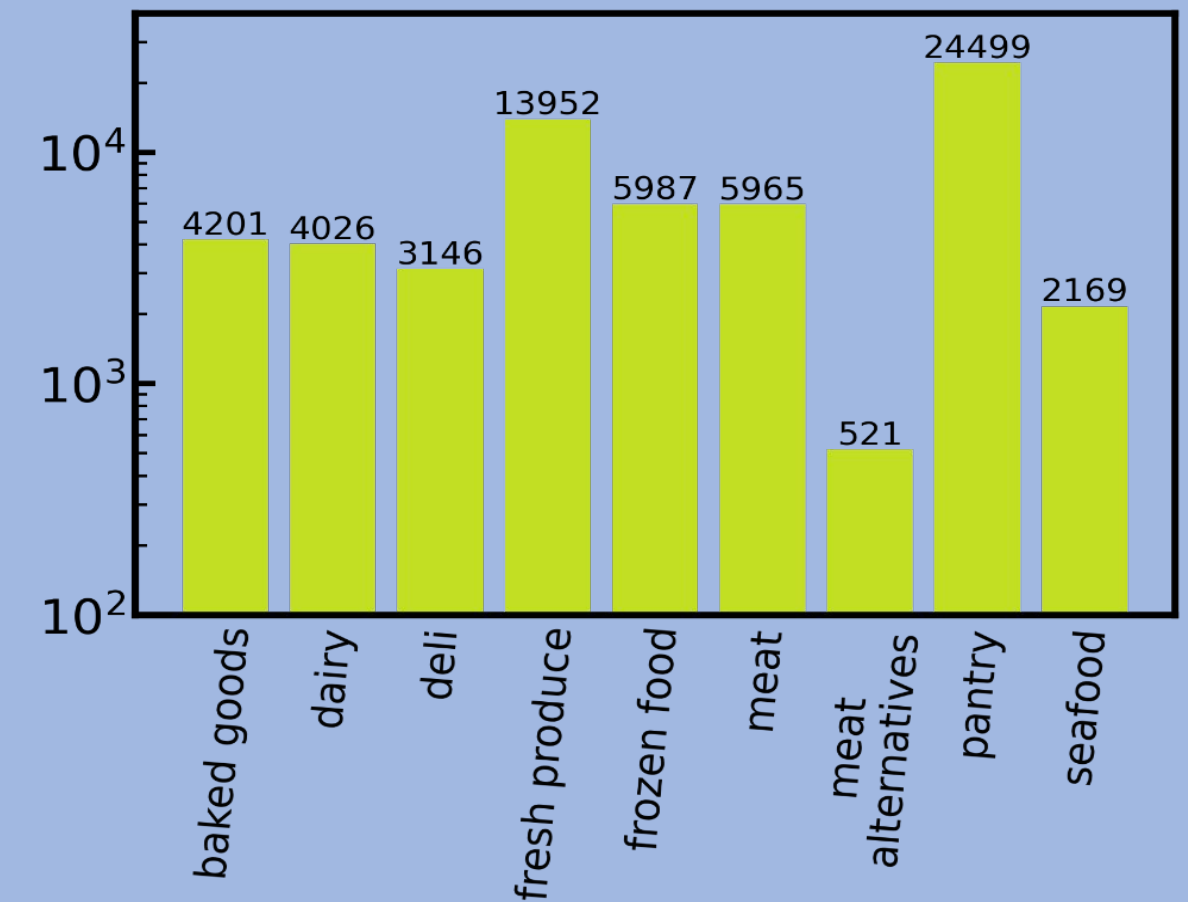
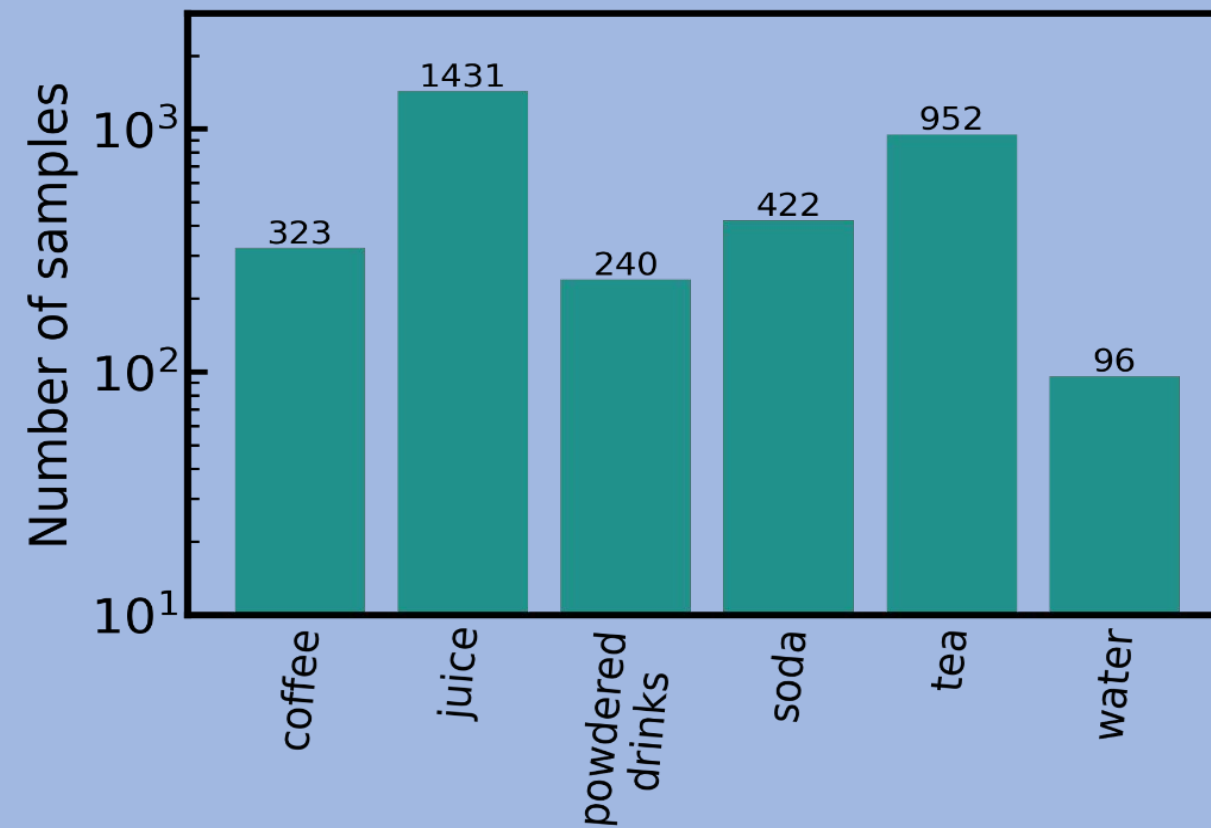
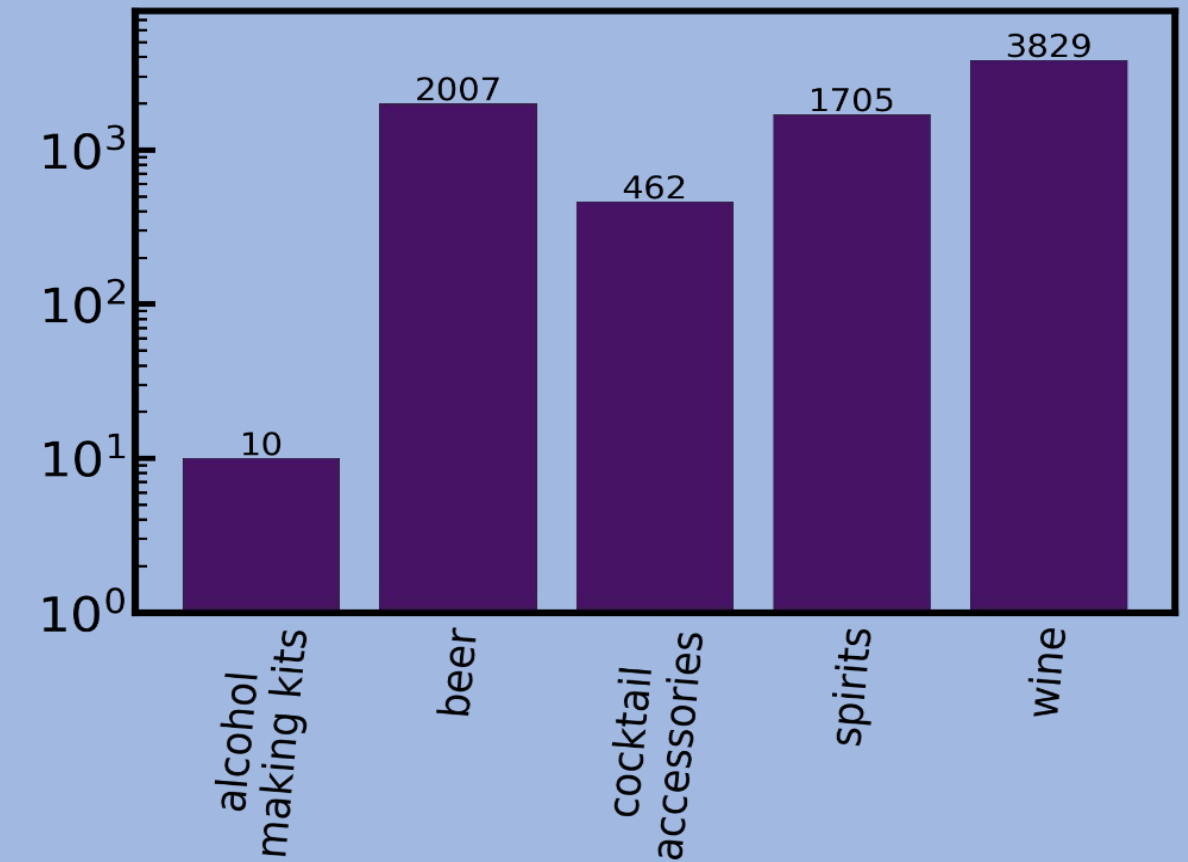
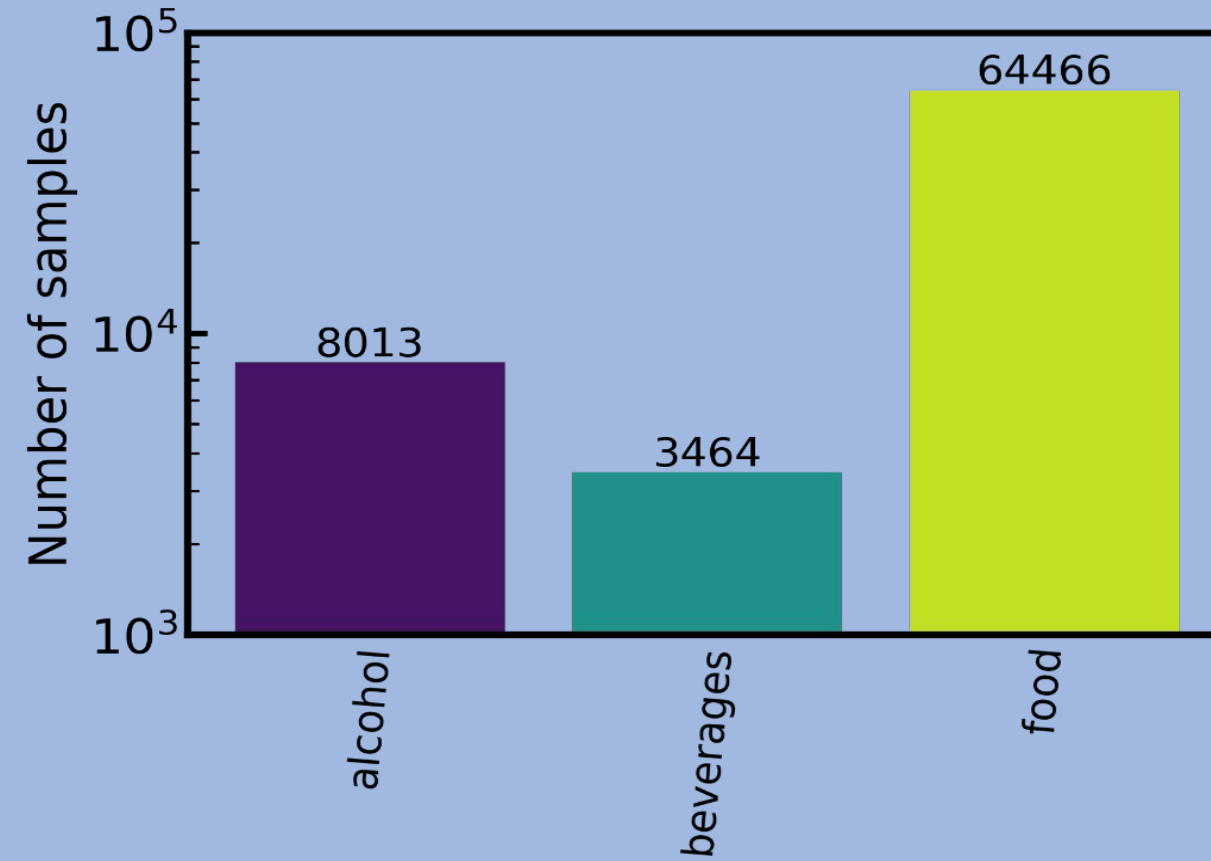
```

1 <!DOCTYPE html>
2   <html lang="en-US">
3
4   <head>
5     <title>Beef Products Delivery or Pickup Near Me | Instacart</title>
6     <link href="https://www.instacart.com/categories/316-food/1807-meat/703-beef" rel="canonical">
7
8     <link href="https://www.instacart.com/categories/316-food/1807-meat/703-beef?page=2" rel="next">
9     <meta content="Get Beef products you love delivered to you &lt;b>in as fast as 1 hour</b>" >
10
11    <meta content="Beef Products Delivery or Pickup Near Me | Instacart" property="og:title">
12    <meta content="https://www.instacart.com/categories/316-food/1807-meat/703-beef" property="og:url">
13    <meta content="Get Beef products you love delivered to you &lt;b>in as fast as 1 hour</b>" >
14    <meta content="width=device-width,initial-scale=1,user-scalable=yes" name="viewport">
    
```


product	label
New Belgium Brewing Fat Tire Ale12 fl oz	alcohol/beer/ales/amber red ale
Yuengling Beer, Traditional Lager, 24 Pack12 fl oz	alcohol/beer/ales/amber red ale
George Killian's Irish Red Lager Beer12 fl oz	alcohol/beer/ales/amber red ale
Dragon's Milk Crimson Keep, Bourbon Barrel-Aged Red Ale, 11% ABV12 fl oz	alcohol/beer/ales/amber red ale
Smithwick's Red Ale Beer14.9 fl oz	alcohol/beer/ales/amber red ale
Bell's Amber Ale12 fl oz	alcohol/beer/ales/amber red ale
Alaskan Brewing Co. Amber12 fl oz	alcohol/beer/ales/amber red ale
Alaskan Brewing Co. Beer, Alt Style Ale, Amber, 6 Pack12 fl oz	alcohol/beer/ales/amber red ale
Classic Touch 3 Leaf Dish, Gold1 each	alcohol/beer/ales/amber red ale
Karl Strauss Brewing Company Red Trolley Ale12 fl oz	alcohol/beer/ales/amber red ale

Exploratory Data Analysis

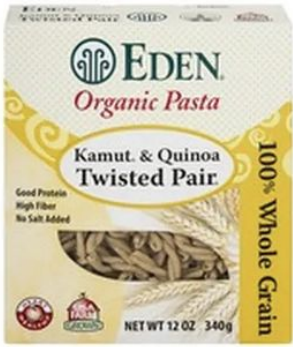
- Uneven product distribution
- Some instances of mis-labeling




Food / Pantry / Pasta / Sprouted Grain Pasta



Fairway Pasta Organic Strozzapretiww
17.6 oz



Eden Foods Twisted Pair, Kamut & Quinoa
12 oz



RUBY GRAPEFRUIT
each

Model Selection

LLMs



 **Meta**

Llama 2-7b-hf
(7 billion parameters)



 **OpenAI**

GPT-2
(1.5 billion parameters)

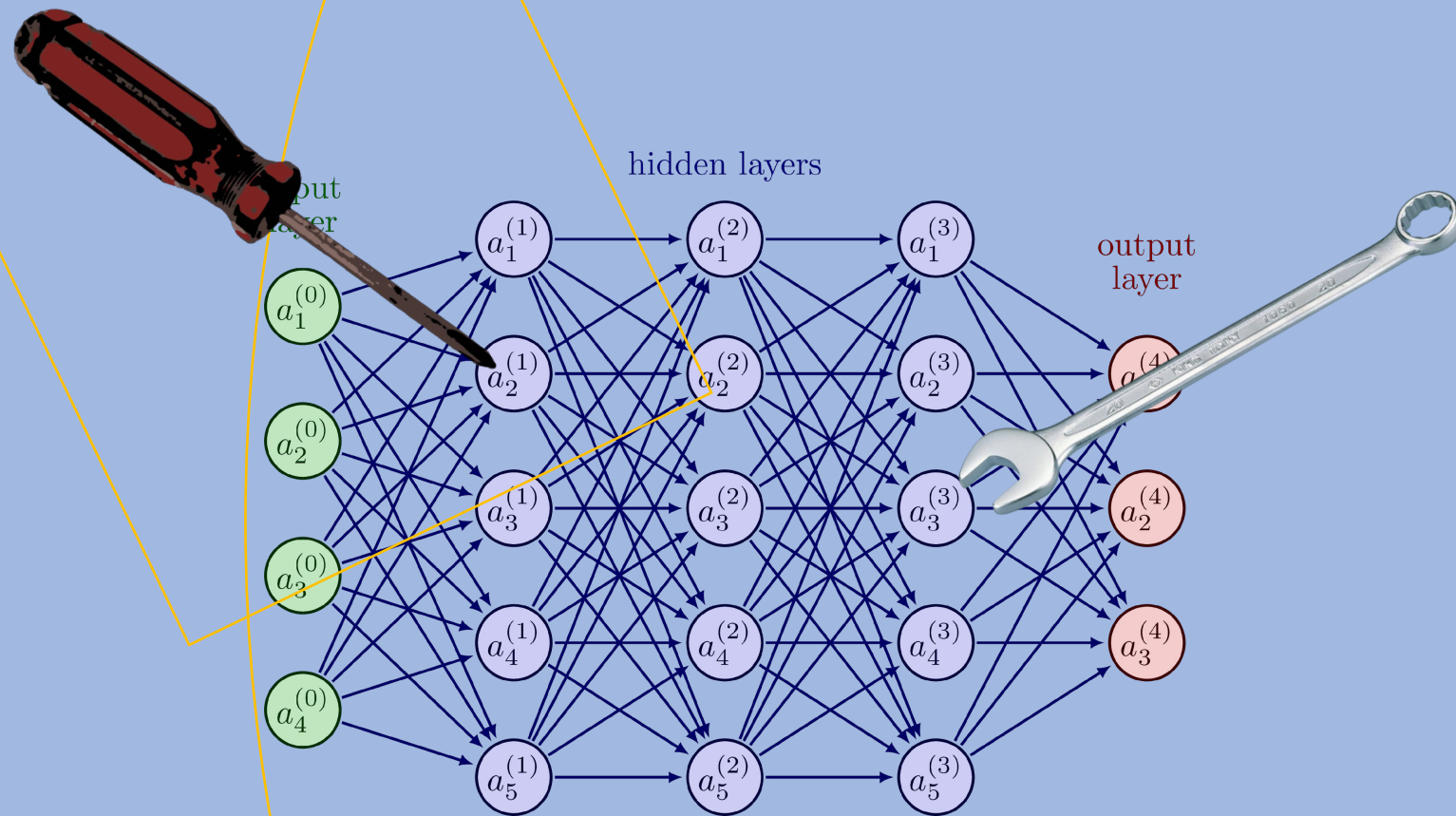




BERT
(110 million parameters)

Model Selection

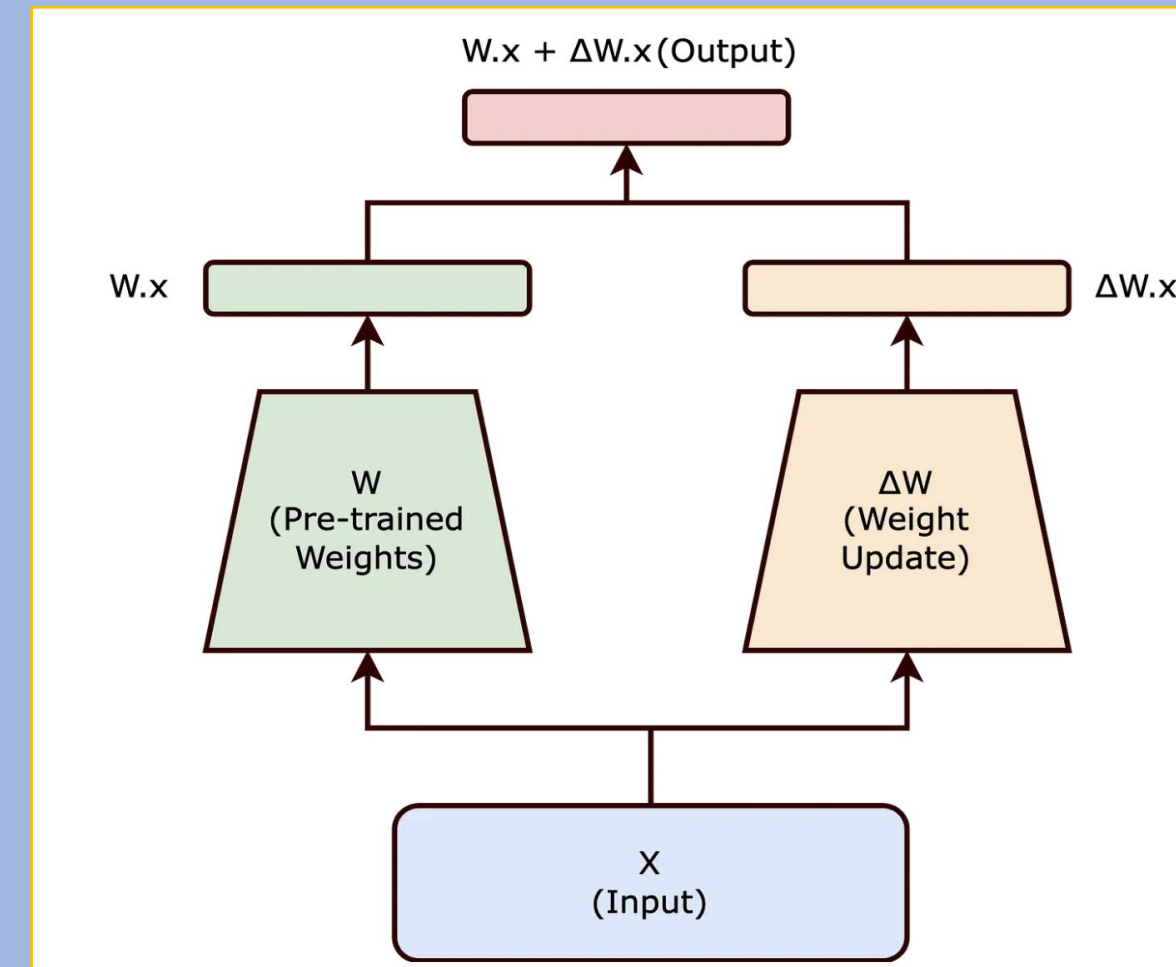
LLM finetuning



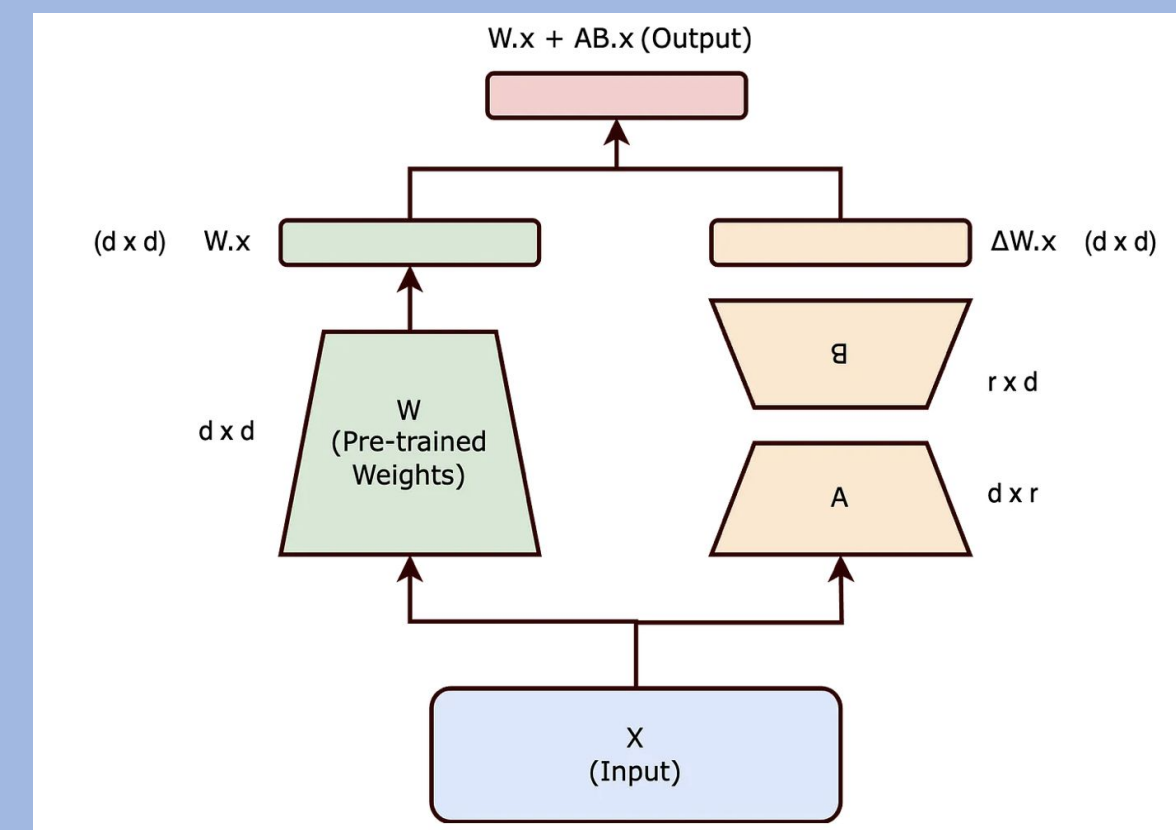
Different approaches:

- Prompt fine-tuning
- Full parameter fine-tuning
- Partial parameter fine-tuning
- Adapter layers
- LoRA (low rank adaptation)

Traditional fine-tuning



LoRA fine-tuning



Model Selection

Llama finetuning



Llama-2: Auto-regressive language model with optimized transformers.

Fine-tuning method:

- Create a prompt to get category by autocompletion

Classify the text into food, beverages or alcohol and return the answer as the corresponding label.

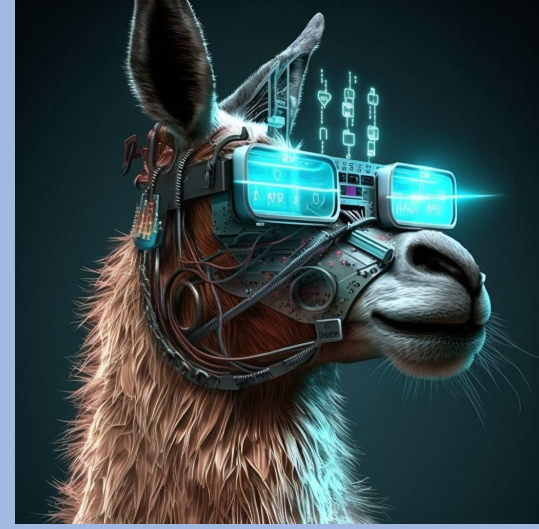
text: Signature Farms Tomatoes, Campari

label:

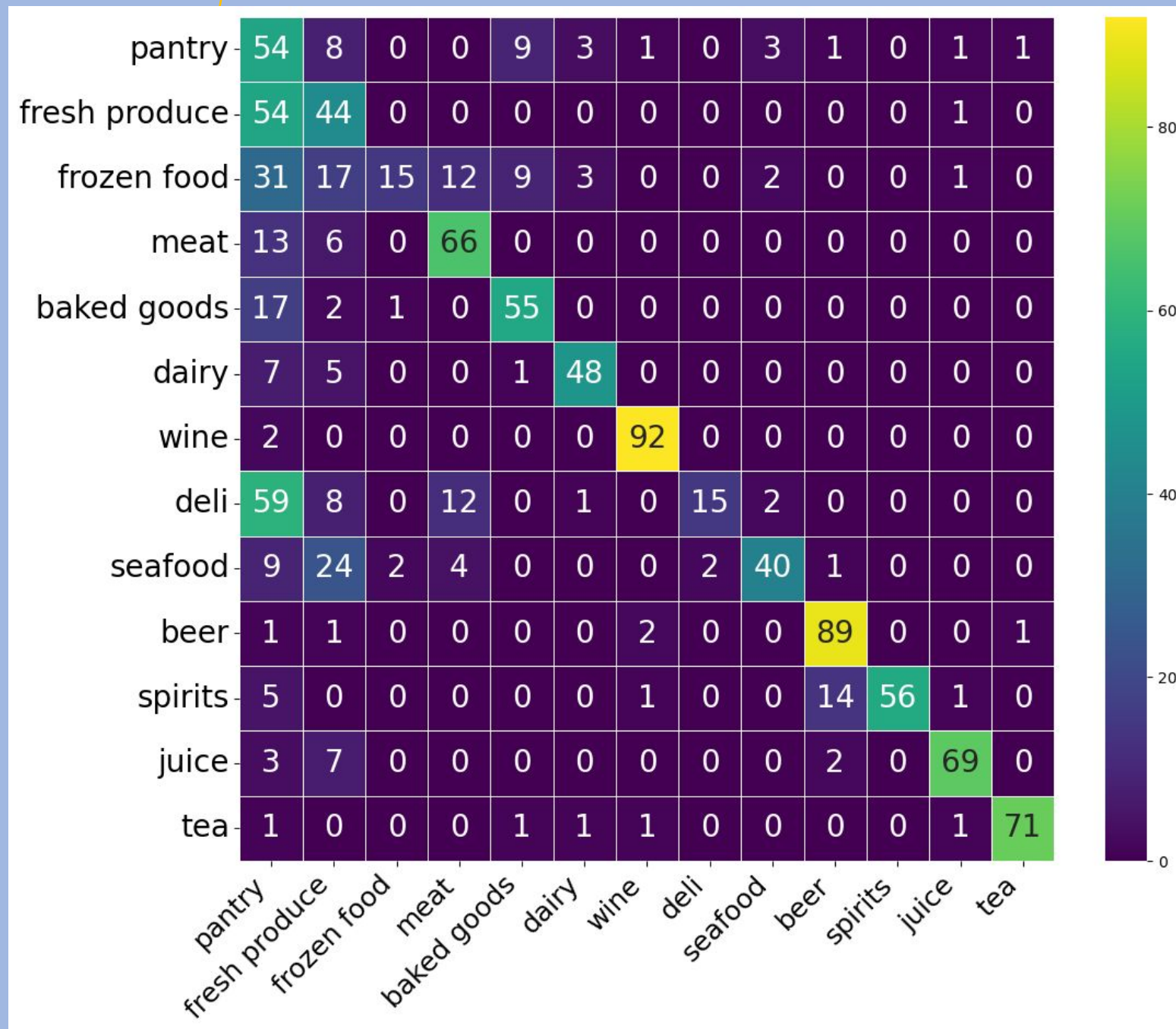
- Fine-tune using LoRA
 - Loss function: cross-entropy loss
 - Hyperparameters from literature

Model Selection

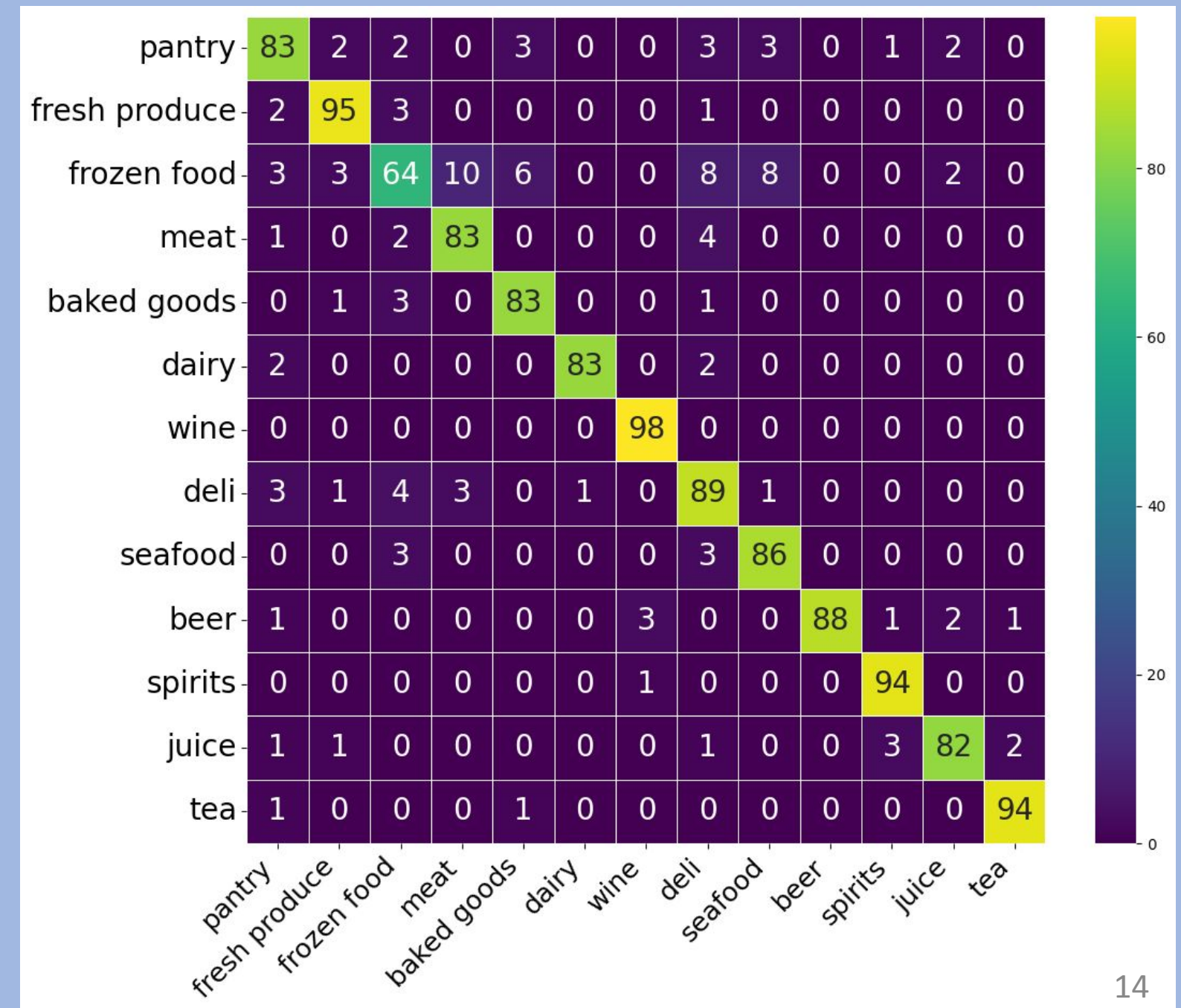
Llama finetuning



- Base model



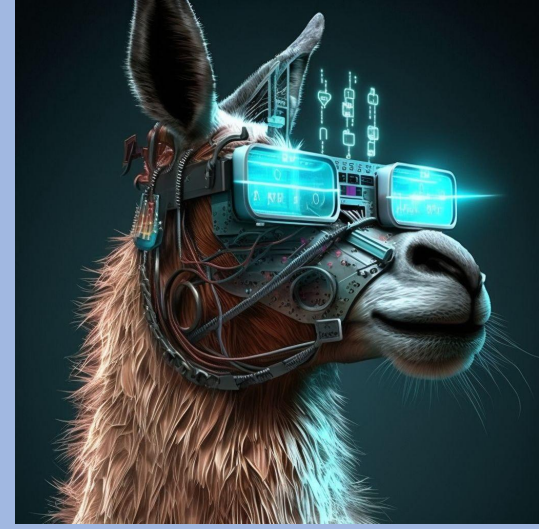
- Fine-tuned model



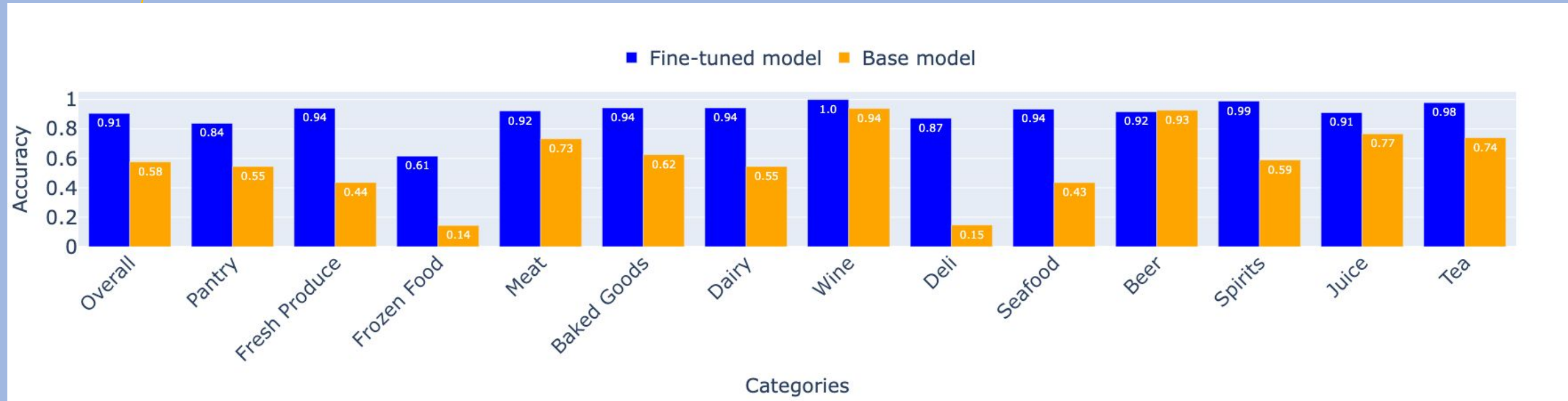
E

Model Selection

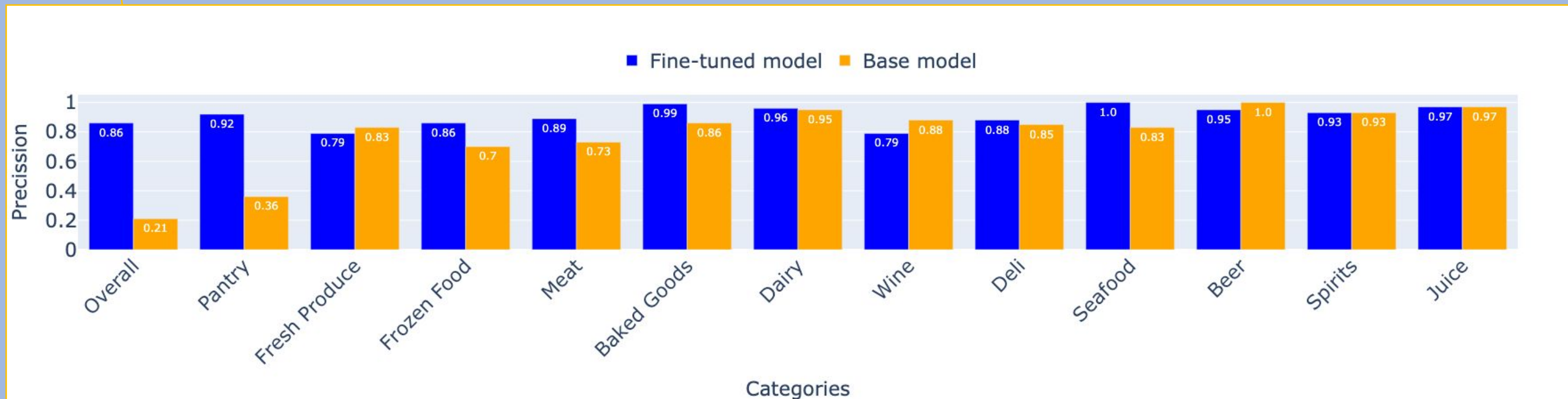
Llama finetuning



Accuracy



Precision



Model Selection

Bert finetuning



- Create vectors to represent hierarchical categorization for each product
- Assign a unique number (label) to each unique vector
- Add a classification layer to the `bert-base-cased` model from HF

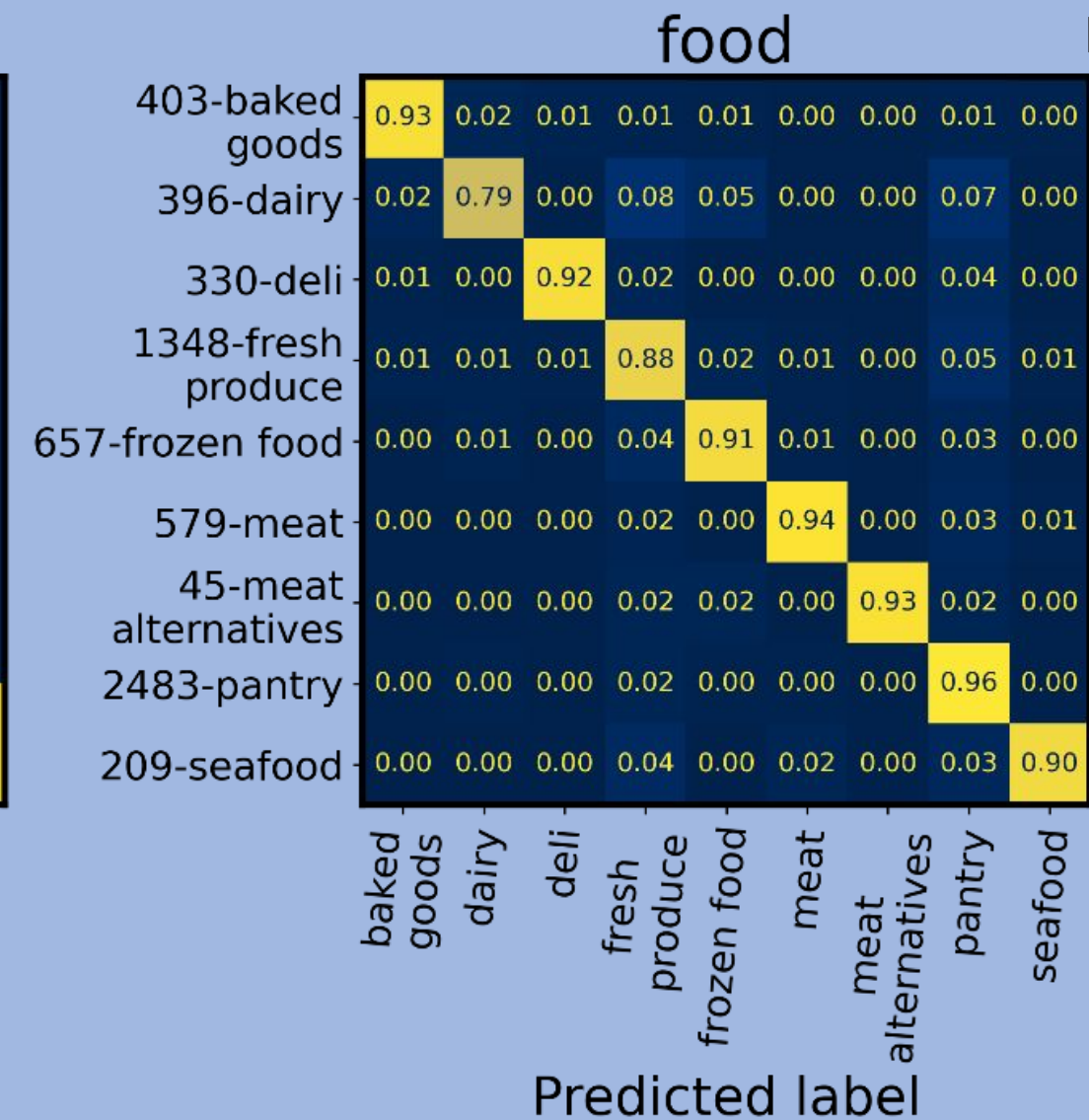
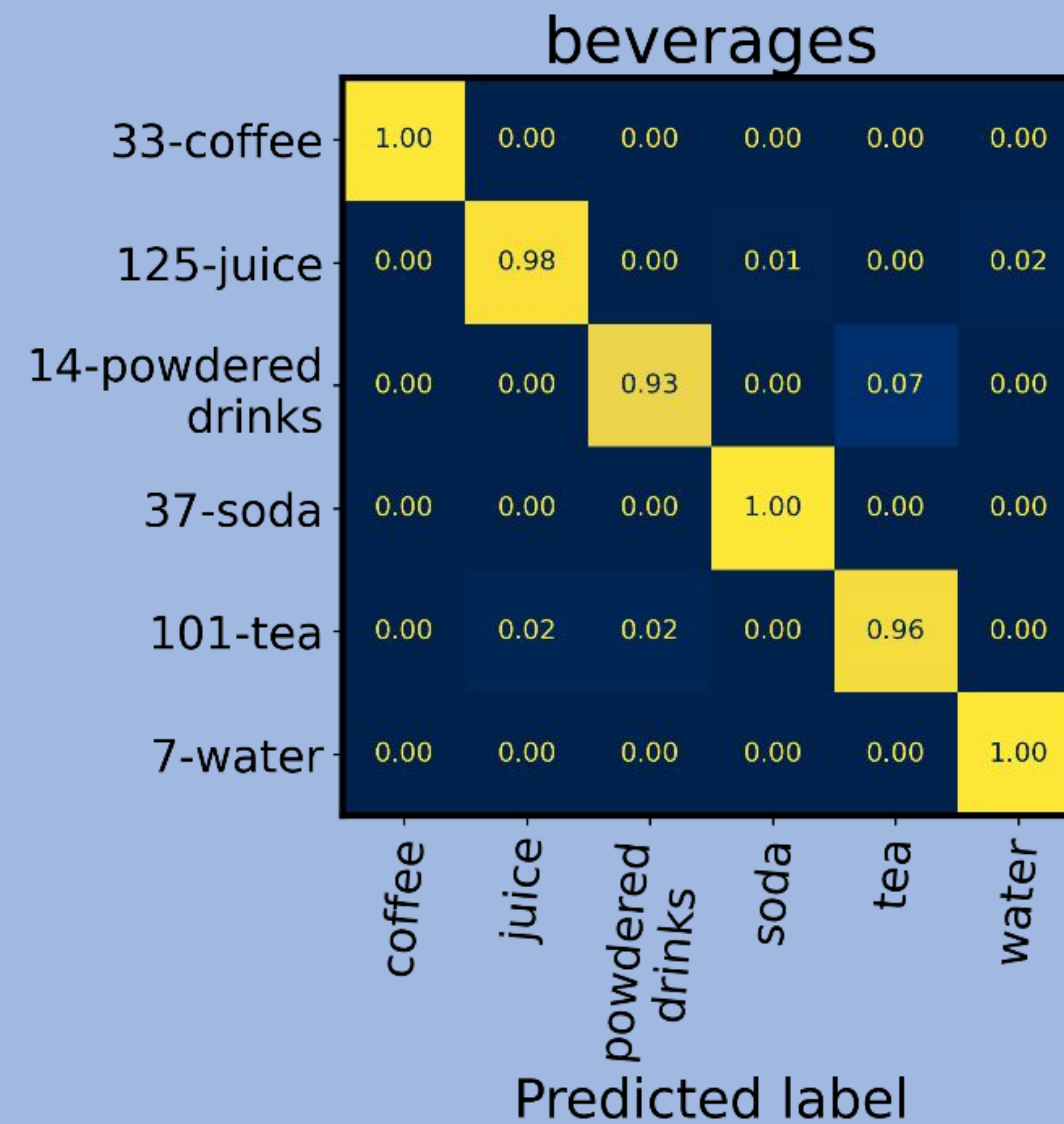
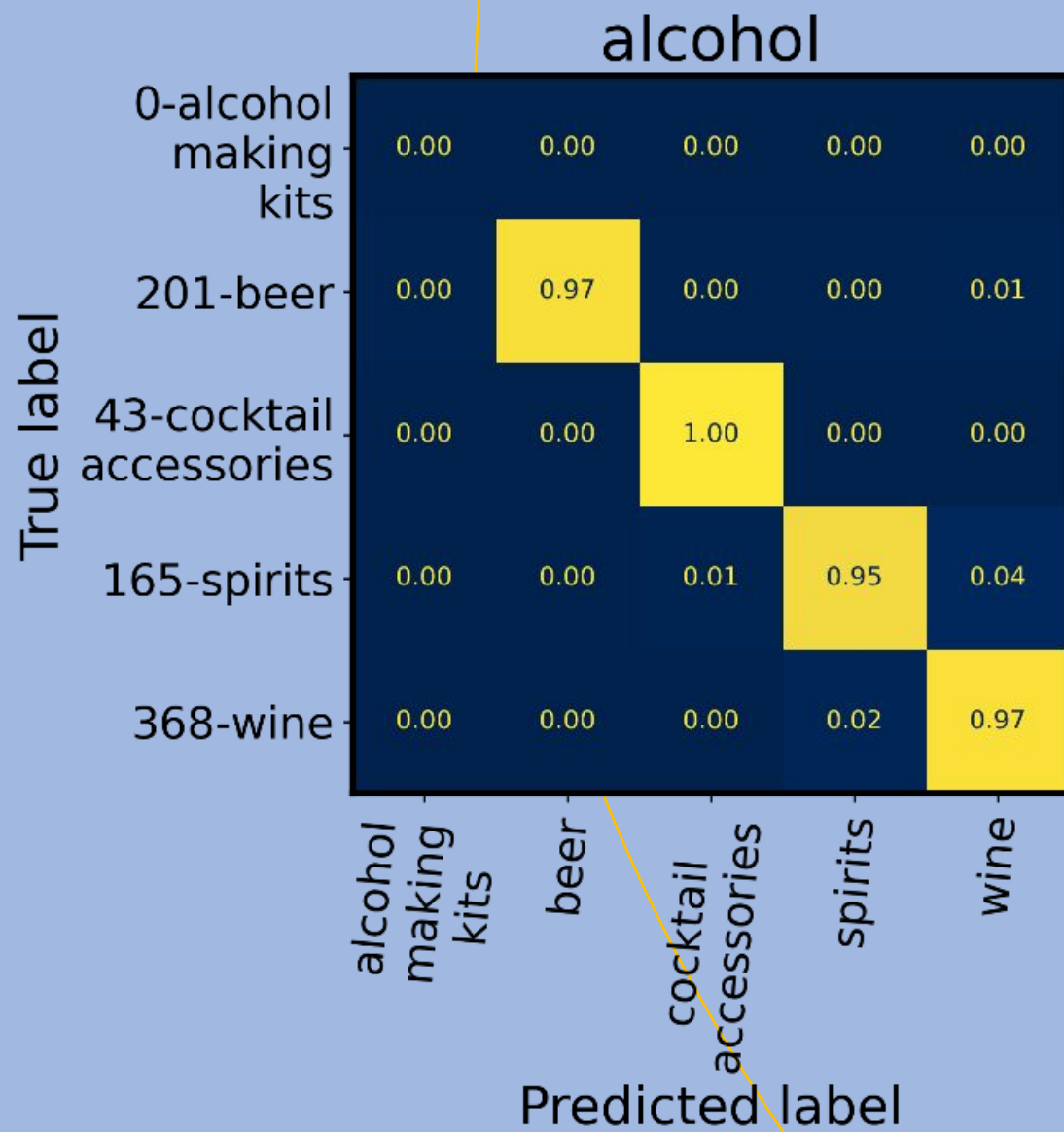
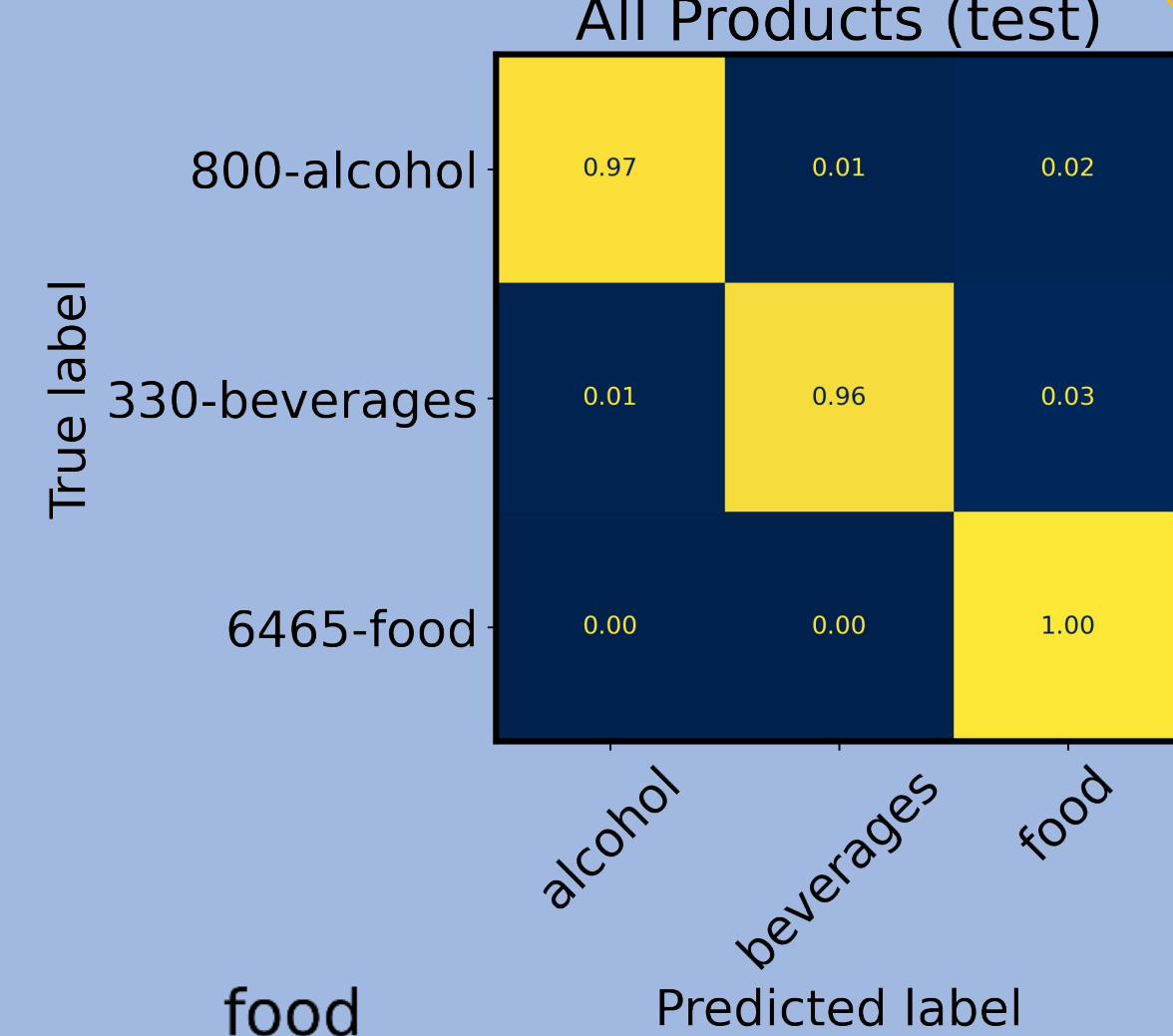
product	label	lab_0	lab_1	lab_2	lab_3	lab_4	lab_5	base_label
New Belgium Brewing Fat Tire Ale12 fl oz	alcohol/beer/ales/amber red ale	0	1	0	0	0	0	1
Bud Light Hard Seltzer Iced Tea Variety Pack, Slim12 fl oz	alcohol/beer/beer variety packs	0	1	1	0	0	0	23
Guastafarro Taurasi Primum Riserva750 ml	alcohol/wine/red wine/aglianico	0	4	5	1	0	0	196
Signature SELECT Blue Cheese Crumbles5 oz	food/dairy/cheese/blue cheese	2	1	0	3	0	0	335
Driscoll's Organic Blackberries6 oz	food/fresh produce/fresh fruit/berries/blackberries	2	3	0	5	0	0	1410

Model Selection

Bert finetuning

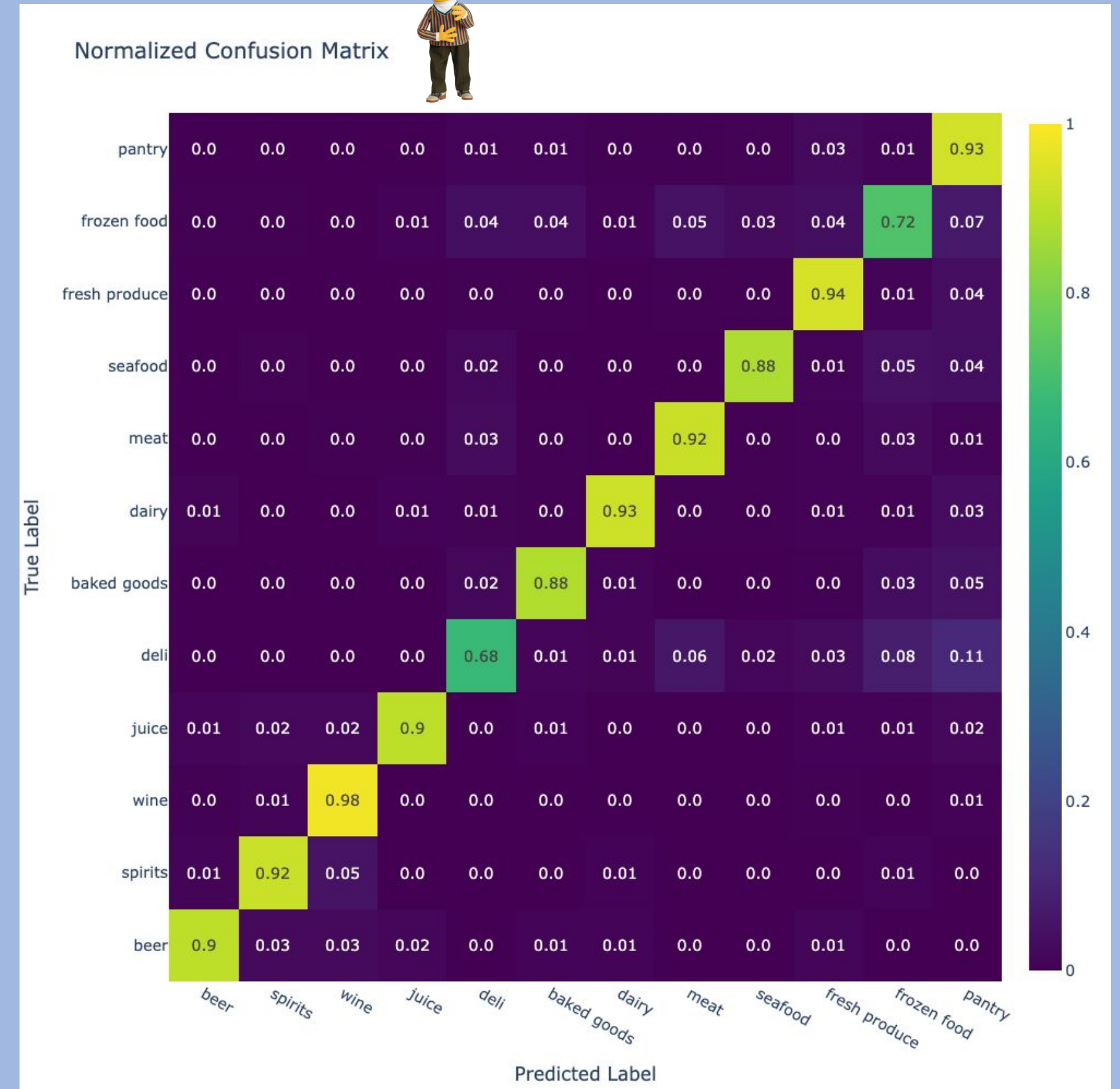
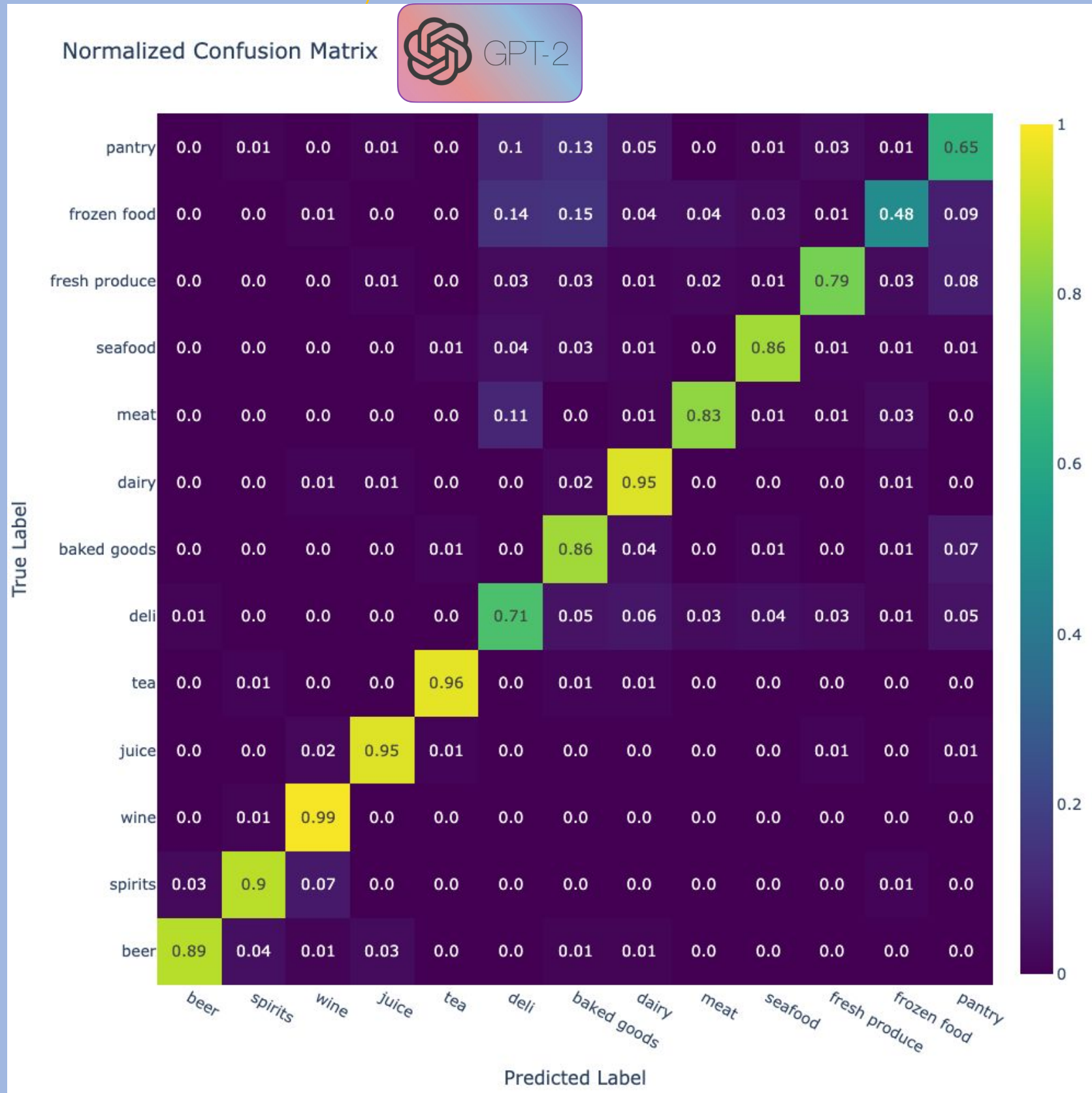


- Excellent performance for the two top levels



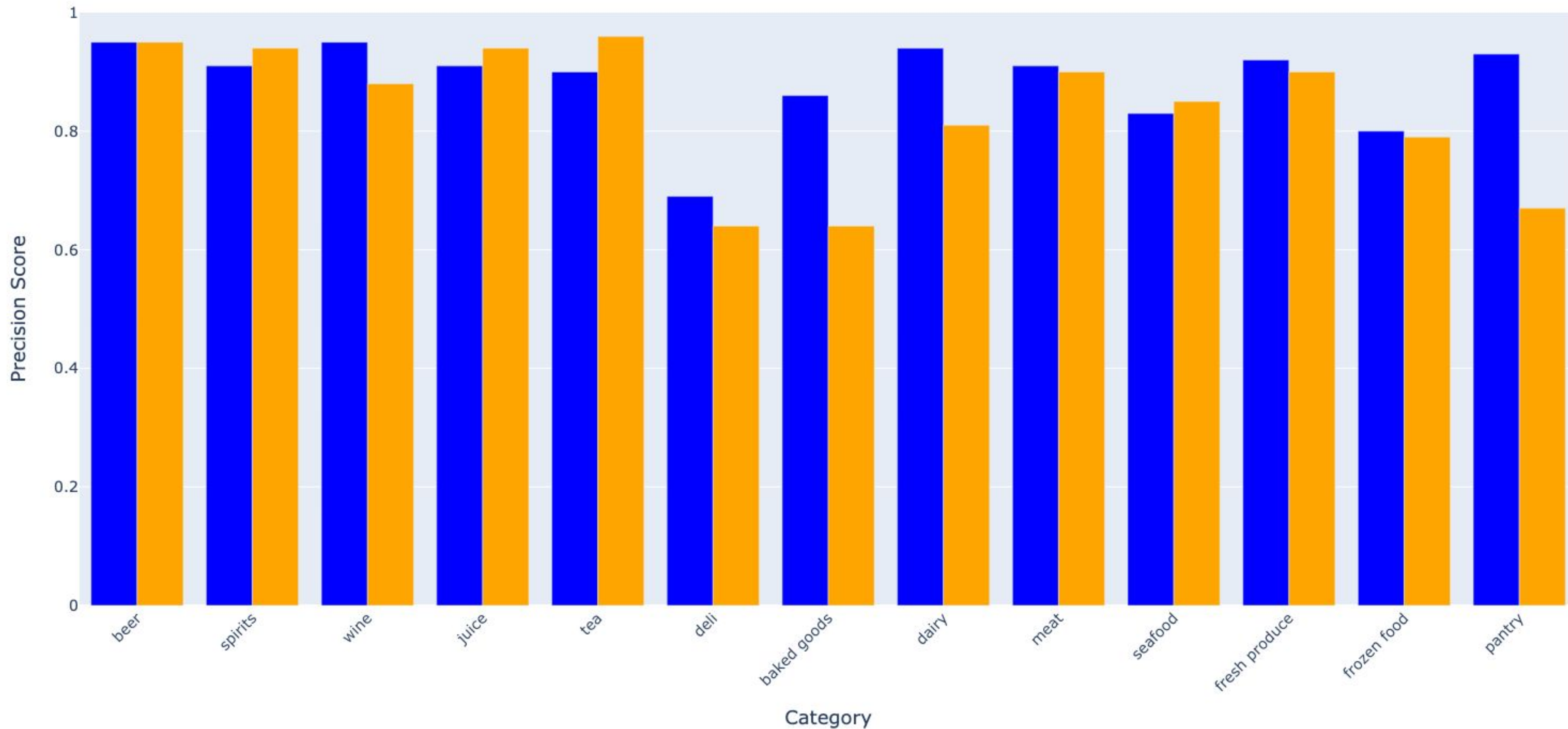
Model comparison

GPT2(1.5 billion) Vs Bert-Uncased (110M parameters)



Precision Scores by Category for GPT-2 and BERT Uncased Models

■ GPT-2
■ BERT Uncased



Common model issues

- Caught a few mislabeled products
- Mostly confused hard-to-label products

Model labeled correctly as food



AriZona Cowboy Cocktail, Watermelon

16.9 fl oz
Rate Product

Buy now at Instacart

Model labeled as alcohol

Browse 50 stores in your area

Conclusions & Perspectives



Key findings:

- Successfully categorized products with different open source LLMs.
- Implemented efficient approaches of fine tuning.
- Identified some mis-labeled cases in the existing labelled dataset (from Instacart)
- Gained insights into improving classification models by investigating mis-classified products

Conclusions & Perspectives



Future perspectives:

- Deeper hierarchical classification
 - Need more data
 - Define a loss that takes the hierarchical structure into account
- Combine insights from the two projects to build a personalized AI-assistant for each restaurant's business analytics

THANK YOU

Let's Connect

Davood B. Dar
Student at Rutgers University




Evaristo Villaseco Arribas
PhD in Physics at Rutgers University



ACKNOWLEDGEMENTS:

- Burnt
- Huggingface
- Instacart



Amir Kazemi-Moridani, PhD
Astrophysicist | Data Scientist

