

# Vending Machine Optimization Problem

## Problem Description

The Vending machine optimisation is closely related to the assignment problem, which is concerned with the optimal placement of products (from a set of products) in a machine having a specific capacity to maximize the minimum days of supply (dos) for each machine.

About Vending machine [Input file - machines.csv]

There are a few(12) vending machines at different locations, each machine has a unique machine id, machine\_type, list of the product types that the machine can occupy, and supply per day(spd) of each product associated with the machine id.

About Products[Input file - items.csv]

There is a total of 5 types of products with unique product ids eg. [1:soda,2:cola,3:tropics,4:cherry,5:cola can] and each product has a volume (pack) of container eg. 16.9oz bottle,12oz can.

Product Machine[Input file - capacity\_matrix.csv]

The volume of the product container(pack) and machine\_type decides how much space that product has in the vending machine.

## Assumptions

- Each column can occupy only one type of product, a column can't be shared between two or more products
- Once a product is assigned to a column, it uses its total capacity.
- One product can be placed in multiple columns but one column can't occupy more than one products.

## Solution Approach

A mathematical optimization model has five components, namely:

- Sets and indices.
- Parameters.
- Decision variables.
- Objective function(s).
- Constraints. We now present a BIP formulation for the Vending Mcachine optimisation problem.

## Model Formulation

### Sets

machine  $m \in M$ : Set of Machines.{1, 2, 3,.....12}

machines\_types  $i \in I$ : Set Machine Types, {closed\_front\_1, closed\_front\_2, closed\_front\_3, closed\_front\_4, closed\_front\_5, closed\_front\_6}.

columns  $c \in C$ : Set of Columns in a machine.{col1, col2, col3, col4, col5, col6,col7, col8, col9, col10, col11, col12}

products  $p \in P$ : Set of products {111, 222, 333, 444, 555}

volumns  $v \in V$ : Set of volumns {12oz,16.9oz}

### Parameters

$cap_{i,v,c} \in \mathbb{R}^+$ : Fixed capacity associated with machine type, volumn of product, and machine column for machine type  $i \in I$  for volumn  $v \in V$  for column  $c \in C$ .

$spdm_{m,i,p} \in \mathbb{R}^+$ : Supply per day for a machine  $m \in M$  and type  $i \in I$  of product  $p \in P$ .

$vol_p \in \mathbb{R}^+$ : Volume of product  $p \in P$ .

### Decision Variables

$selectsingle_{m,i,c,p} \in \{0,1\}$ : 1 If product p is placed in column c of machine type i in machine m; 0 therwise that

### Objective Function

**Minimum days of supply:** Maximize(z) the minimum days(min y[p] ) of supply for machine m :

$$y[p] = \frac{\sum_{(m,i,c,p) \in \text{Pairings}} selectsingle_{m,i,c,p} * cap_{i,v,c}}{spdm_{m,i,p}} \quad \forall p \in \text{Products} \tag{0}$$

$$\text{Maximize } z = \text{Min}y[p] \quad \forall p \in \text{Products} \tag{1}$$

### Constraints

- One column one product constraint.** For each column  $c \in C$  ensure that it contains only one type of product.

$$\sum_{m \in M} \sum_{i \in I} \sum_{p \in P} selectsingle_{m,i,c,p} \leq 1 \quad \forall c \in \text{Columns} \tag{2}$$

### Output file format

- #### A solution file for each machine\_id  
  
Hivery\_submission.xlsx - each sheet in the excel file is named by machine id,contains the solution file for each machine\_id
- #### A results table that includes each machine\_id  
  
Model\_performance.csv
- #### Brief writeup of any assumptions, things you would consider if you had more time, and any thoughts you would like to share  
  
Readme.html

In [172...

Sample output

Out[172...

				Capacity	dos
Machine_id	Machine_type	Product	spd		
9	closed_front_3	111	12.1	44.0	3.636364
		222	9.8	32.0	3.265306
		333	8.6	33.0	3.837209
		444	4.7	18.0	3.829787
		555	12.1	36.0	2.975207