Instructions:

We will practice modeling a transportation problem and a facility assignment problem in this lab. These problems can be formulated as appropriate optimization problems with an associated objective function and constraints. Two-dimensional decision variables are useful in these problems, and we will focus on using such two-dimensional variables in model building using pyomo.

We will continue to model problems by loading information from files in this lab. We will also continue modeling problems with integer variables, wherever required.

Recall, to load directly from a file with comma separated values (.csv file), we used pandas library. The construct pandas.read_csv helps to read contents from a .csv file. Please check https://pandas.pydata.org/pandas-docs/stable/getting_started/index.html to know more about pandas library.

In this lab, accessing the data frame using iloc is discussed in detail. For more details on this iloc function, please see https://pandas.pydata.org/pandas-docs/stable/reference/api/pandas.DataFrame.iloc.html

Please follow the instructions given below:

- Please use different notebooks for solving different problems.
- The notebook name for Exercise 1 should be YOURROLLNUMBER_IE507_Lab5_Ex1.ipynb.
- Similarly, the notebook name for Exercise 2 should be YOURROLLNUMBER_IE507_Lab5_Ex2.ipynb.
- Please post your doubts in MS Teams or Moodle so that TAs can clarify.

For more details on pyomo, please consult https://pyomo.readthedocs.io/en/stable/index.

There are only 2 exercises in this lab. Try to solve all problems on your own. If you have difficulties, ask the Instructors or TAs.

Only the questions marked [R] need to be answered in the notebook. You can either print the answers using print command in your code or you can write the text in a separate text tab. To add text in your notebook, click +Text. Some questions require you to provide proper explanations; for such questions, write proper explanations in a text tab.

After completing this lab's exercises, click File \rightarrow Download .ipynb and save your files to your local laptop/desktop. Create a folder with name YOURROLLNUMBER_IE507_Lab5 and copy your .ipynb files to the folder. Also copy the .csv files to the folder. Then zip the folder to create YOURROLLNUMBER_IE507_Lab5.zip. Then upload only the .zip file to Moodle.

The deadline for today's lab submission is tomorrow, 11 59 PM Indian Standard Time (IST).

Exercise 1: Transportation Problem [15 marks]

A customer has contacted Macro Logistics for transporting washing machine units (WMUs) from warehouses to markets. There are eight warehouses, each of which has some truck-loads of WMUs in stock. These WMUs must be transported to eight markets for satisfying the demand. You are interning at Macro Logistics and you are given the task of finding out how many WMUs must be transported from each warehouse to each market.

- 1. [R] Let C[w, m] be the cost of transporting one truck-load of WMUs from w to m. Write a general optimization problem to minimize the total transportation cost. Use appropriate notations and define appropriate sets to be used in the optimization problem.
- 2. Use the costs, demands and available stocks from Table 1 to create a .csv file, similar to that used in the practice exercise. You can use the transport.txt file uploaded in Moodle to create the .csv file. Name the file as lab5_ex1.csv. Use simple and appropriate names for the headers.
- 3. Copy the file to colab environment.
- 4. Use pandas to load the .csv file contents.
- 5. Create a model using pyomo to solve your optimization problem. Use the loaded contents of .csv file to create your model. Use iloc function of pandas library to access the data frame contents obtained from the .csv file.
- 6. Use cbc solver to solve your optimization problem. In your code, remember to specify which variables are integers.

Warehouses	Hassan	Jodhpur	Trichy	Simla	Vijayawada	Dibrugarh	Raipur	Agartala	Avail. Stock
Ahmedabad	627	617	1270	2072	1415	2943	1064	4265	185
Bengaluru	159	1432	351	3372	237	3373	1456	5059	350
Chennai	609	1943	77	3365	298	3021	1484	4803	405
Delhi	2143	671	3876	537	1902	1941	1682	3348	280
Kolkata	2742	2089	1931	2199	1226	739	691	1128	105
Lucknow	2053	860	2995	68	2069	2065	993	3342	75
Mumbai	656	817	1245	2141	1534	3351	1137	3887	425
Hyderabad	195	1862	1331	2921	402	2825	563	4441	270
Demand	175	400	550	70	650	100	65	85	2095

Table 1: Cost of Transporting a Truck-load of Washing Machine Units

- 7. [R] Report the number of truck-loads of WMUs that are transported (report only those values that are nonzero) from warehouses to markets. Report the total cost also.
- 8. [R] Suppose the Bengaluru-Hassan link is disrupted and no transportation is possible on the Bengaluru-Hassan links. Without changing the pyomo model, how will you solve this problem? You are only allowed to change the .csv file.
- 9. [R] Report the new solution value and the nonzero flows in the network. Comment on your observations.
- 10. [R] Suppose in addition to Bengaluru-Hassan link, the Lucknow-Simla link and Kolkata-Agartala links are disrupted and no transportation is possible along these links as well. Make appropriate changes only to the .csv file and solve the model.
- 11. [R] Report the new solution value and the nonzero flows in the network. Explain your observations.

Exercise 2: Assigning Locations [20 Marks]

ValueBuild Constructions Inc. has to build $n \in \mathbb{N}$ different types of factories, one at each of the n locations. The cost of constructing (setup cost) the i^{th} facility at the j^{th} location provided in the Table 2 below. ValueBuild Constructions Inc. wants to minimize the sum of the costs of assigning all the facilities to the locations.

Factory	Location											
	1	2	3	4	5	6	7	8	9	10	11	12
1	22	22	19	22	22	24	18	17	21	23	19	21
2	18	12	18	19	22	21	17	20	16	17	17	24
3	19	21	17	19	17	19	24	16	18	16	20	24
4	18	24	20	21	21	22	19	18	20	21	23	23
5	23	20	19	18	20	23	22	25	24	19	21	23
6	24	16	15	16	24	21	23	21	20	20	22	19
7	22	22	21	23	18	17	16	19	24	20	20	23
8	23	17	17	17	22	24	23	20	22	19	23	21
9	21	22	21	24	20	23	19	18	23	15	25	21
10	19	19	18	19	26	24	19	17	18	20	21	20
11	20	22	23	20	22	20	20	19	17	19	20	24
12	21	25	21	19	21	19	18	16	22	24	25	24

Table 2: Set up cost of factories at different locations

- 1. [R] Write a mathematical model to solve the assignment problem explained above. Define all the variables and constraints clearly. Use appropriate notations and define appropriate sets to be used in your optimization problem.
- 2. Construct a pyomo model for this problem for a general n. You can assume that the cost matrix is given as data from a txt file and can be loaded as a numpy array.
- 3. Use the data in Table 2 to make a .txt file for your model. You can use the setupcosts.txt file uploaded in Moodle to create the .txt file. Name the file as lab5_ex2.txt.
- 4. Copy the file to colab environment.
- 5. Use numpy.loadtxt to load the data from lab5_ex2.txt file into a numpy array.
- 6. Adapt the general pyomo model you created, to use the data loaded from the lab5_ex2.txt file.
- 7. Use cbc solver to solve your optimization problem. In your code, remember to specify which variables are integers.
- 8. [R] Solve the problem and report which facility must be opened at each location.
- 9. [R] Now change the integer variables in your model to continuous variables, and re-solve the problem. Report the solution (only the non-zero values of the solution).
- 10. [R] Are the optimal costs for both problems same? Are the values of the variables still integer-valued? If yes, explain why.
- 11. Will the solution to the continuous problem become fractional (non-integer) if the costs are changed to non-integer values? Try changing the costs to different values and test whether the solution to the LP becomes fractional for any of them.

12. [R] Now suppose that, due to some reason, facility 2 cannot be assigned to location 4, facility 10 cannot be assigned to location 6 and facility 6 cannot be assigned to location 11. What changes in your pyomo model or in lab5_ex2.txt file will you make? Make these changes, and solve the integer problem and report the solution. Comment on your observations.