

Transportation Analytics

Final Project - Uber Load Management

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Optimization Variables

- $m_{ij} :=$ The number of cars relocated from location i to location j .

Model Parameters

- $D_i :=$ true demand for Ubers from location i
- $x_{ij} :=$ probability customers in location i will select Uber given it is in location j
- $N_{0j} :=$ number of cars in location j prior to relocation
- $N_{1j} = N_{0j} + \sum_i m_{ij} - \sum_i m_{ji} :=$ number of cars in location j after relocation
- $c_{ij} :=$ cost of relocating Uber from location i to location j
- $r :=$ revenue from picking up a customer

Model

$$\begin{aligned} & \max \left[\min \left[\sum_i \left(\sum_j x_{ij} D_i \right), \sum_j N_{1j} \right] \right] \cdot r - \sum_i \sum_j n_{ij} c_{ij} \\ & \text{such that } N_{1j} = N_{0j} + \sum_i m_{ij} - \sum_i m_{ji} \quad \forall j \\ & N_{0j} \geq \sum_i m_{ij} \quad \forall j \end{aligned}$$