# **Module 09 – Fixed Charge Problem**

## **Exploratory Data Analysis**

In this section, you should perform some data analysis on the data provided to you. Please format your findings in a visually pleasing way and please be sure to include these cuts:

- Make a visual graph of your data on a map (coordinates should be within US borders)

## Step 1:

WH	DC	WH Lat	WH Long	DC Lat	DC Long	Manhattan
1	1	44.69	-84.45	47.95	-101.2	13.49
1	2	44.69	-84.45	43.26	-111.84	28.82
1	3	44.69	-84.45	38.82	-87.48	8.9
1	4	44.69	-84.45	42.91	-105.87	23.2
1	5	44.69	-84.45	49.06	-104.74	15.92
1	6	44.69	-84.45	39.83	-114.04	34.45
2	1	46.27	-100.86	47.95	-101.2	1.34
2	2	46.27	-100.86	43.26	-111.84	13.99
2	3	46.27	-100.86	38.82	-87.48	5.93
2	4	46.27	-100.86	42.91	-105.87	8.37
2	5	46.27	-100.86	49.06	-104.74	1.09
2	6	46.27	-100.86	39.83	-114.04	19.62
3	1	47.31	-113.4	47.95	-101.2	12.84
3	2	47.31	-113.4	43.26	-111.84	2.49
3	3	47.31	-113.4	38.82	-87.48	17.43
3	4	47.31	-113.4	42.91	-105.87	3.13
3	5	47.31	-113.4	49.06	-104.74	10.41
3	6	47.31	-113.4	39.83	-114.04	8.12
4	1	42.91	-93.46	47.95	-101.2	2.7
4	2	42.91	-93.46	43.26	-111.84	18.03
4	3	42.91	-93.46	38.82	-87.48	1.89
4	4	42.91	-93.46	42.91	-105.87	12.41
4	5	42.91	-93.46	49.06	-104.74	5.13
4	6	42.91	-93.46	39.83	-114.04	23.66

**Step 2:** 

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WH v	DC>	1	2	3	4	5	6
	1	13.49	28.82	8.9	23.2	15.92	34.45
	2	1.34	13.99	5.93	8.37	1.09	19.62
	3	12.84	2.49	17.43	3.13	10.41	8.12
	4	2.7	18.03	1.89	12.41	5.13	23.66

#### **Model Formulation**

Write the formulation of the model into here prior to implementing it in your Excel model. Be explicit with the definition of the decision variables, objective function, and constraints.

**Model Optimized for Min Costs to Supply DCs** 

Implement your formulation into Excel and be sure to make it neat. This section should include:

- A screenshot of your optimized final model (formatted nicely, of course)
- A text explanation of what your model is recommending

### **Model with Stipulation**

Please copy the tab of your original model before continuing with the next part to avoid messing up your original solution.

*Please perform 2 out of the 3 scenarios below with a short text description on what changed:* 

- 1. Instead of only being able to open 2 warehouses, what happens to our objective function when we only can open 1 warehouse?
- 2. Right now, we have \$1 per unit shipped over the distance between the warehouse and the DC. What happens to our objective function when we increase this to \$30? Does your DC assignment change at all?
- 3. For distance between each location, we used Manhattan distance but what happens to our model if we use Euclidean distance instead? Did the change impact the model at all? Do you feel this is a better distance metric to use in this scenario?