

8.2

- (a) Optimal locations: 1, 2, 3, 4, 5, 7, 8 and 9
- (b) Optimal cost: 1940

8.8

Optimal locations: 1, 2, 5, 6, 7 and 9

8.9

- (a) Optimal locations: 1, 3, 5 and 6
- (b) Total number of demands covered: 367

8.19

- (a) Bethlehem and Springfield
- (b)
- Akron is from Bethlehem
Albany is from Springfield
Nasuha is from Springfield
Scranton is from Bethlehem
Utica is from Springfield
- (c) 16265000

Calculation

```
In [1]: import pandas as pd
import gurobipy as gp
from gurobipy import GRB
from itertools import product

In [ ]:

8.2

In [2]: # Demand
df_demand = pd.read_excel('10node.xlsx', 'Customer')
df_demand = df_demand['Demand'].tolist()

Out[2]: [60, 27, 29, 26, 33, 15, 17, 97, 19]

In [3]: # Fixed cost
f = 200

In [4]: # Transportation cost
df_dis = pd.read_excel('10node.xlsx', 'Distance')
df_dis = df_dis.iloc[:,1:]

Out[4]:
   1      2      3      4      5      6      7      8      9     10
0  0.000000  9.219544  3.000000  7.071068  8.544004  4.472136  6.708204  3.605551  5.099020  5.000000
1  9.219544  0.000000  7.615773  5.000000  4.472136  5.000000  3.162278  5.656854  6.082763  7.071068
2  3.000000  7.615773  0.000000  7.280110  5.830952  4.123106  6.000000  3.162278  2.236068  2.000000
3  7.071068  5.000000  7.280110  0.000000  8.062258  3.162278  2.236068  4.123106  7.211103  8.062258
4  8.544004  4.472136  5.830952  8.062258  0.000000  6.082763  0.000000  2.236068  1.000000  4.242641
5  4.472136  5.000000  4.123106  3.162278  6.082763  0.000000  2.236068  3.162278  5.385165  6.324555
6  6.708204  3.162278  6.000000  2.236068  5.830952  2.236068  0.000000  3.162278  5.385165  6.324555
7  3.605551  5.656854  3.162278  4.123106  6.000000  1.000000  3.162278  0.000000  3.605551  4.242641
8  5.099020  6.082763  2.236068  7.211103  3.605551  4.242641  5.385165  3.605551  0.000000  1.000000
9  5.000000  7.071068  2.000000  8.062258  4.242641  5.000000  6.324555  4.242641  1.000000  0.000000

In [5]: # transportation cost

shipping_cost = {(customer, facility): df_dis.iloc[customer, facility] * 10
                  for customer in range(0, 10)
                  for facility in range(0, 10)}

print("Number of viable pairings: {}".format(len(shipping_cost.keys())))

Number of viable pairings: 100

In [6]: m = gp.Model("Facility location")

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In [7]: # Decision variables: facilities open or close
fact = m.addVars(10, vtype=GRB.BINARY, name='fact')

In [8]: # Decision variables: assign customer clusters to a facility location
cartesian_prod = list(product(range(0, 10), range(0, 10)))
cust = m.addVars(cartesian_prod, lb=0, vtype=GRB.CONTINUOUS, name='cust')

In [9]: # Deploy Objective Function
# Minimize total cost
# obj = gp.quicksum(f * fact[facility] + df_demand[customer] * cust[customer, facility] * shipping_cost[customer, facility] for customer, facility in shipping_cost)
# setObjective(gp.quicksum(df_demand[customer] * shipping_cost[customer, facility] * cust[customer, facility] for customer in range(0, 10) for facility in range(0, 10)))

# 1.
m.addConstrs((gp.quicksum(cust[(customer, facility)] for facility in range(0, 10)) == 1 for customer in range(0, 10)), name='Demand')

# 2.
m.addConstrs((cust[(customer, facility)] <= fact[facility] for customer, facility in cartesian_prod), name='Setup2ship')

m.optimize()

Gurobi Optimizer version 9.5.1 build v9.5.1rc2 (mac64[rosetta2])
Thread count: 8 physical cores, 8 logical processors, using up to 8 threads
Optimize a model with 210 rows, 10 columns and 380 nonzeros
Model fingerprint: 0x5f8380a0
Variable types: 100 continuous, 10 integer (10 binary)
Coefficient statistics:
  Matrix range [1e+00, 1e+00]
  Objective range [2e+02, 7e+03]
  Bounds range [1e+00, 1e+00]
  RHS range [1e+00, 1e+00]
Presolve time: 0.00s
Presolved: 110 rows, 110 columns, 380 nonzeros
Variable types: 100 continuous, 10 integer (10 binary)
Found heuristic solution: objective 2980.0908090
Root relaxation: objective 1.9400000e+03, 10 iterations, 0.00 seconds (0.00 work units)
  Nodes | Current Node | Objective Bounds | Work
Expl Unexpl | Obj Depth IntInf | Incumbent BestObj Gap | It/Node Time
* 0 0 0 0 1940.00000000 1940.00000 0.00% - 0s

Explored 1 nodes (10 simplex iterations) in 0.01 seconds (0.00 work units)
Thread count was 8 (of 8 available processors)
Solution count 2: 1940 2000

Optimal solution found (tolerance 1.00e-04)
Best objective 1.9400000000000e+03, best bound 1.9400000000000e+03, gap 0.00000%

In [10]: # display optimal values of decision variables
for facility in fact.keys():
    if (abs(fact[facility].x) > 1e-6):
        print(f"\n Build a factory at location {facility + 1}.")

Build a factory at location 1.
Build a factory at location 2.
Build a factory at location 3.
Build a factory at location 4.
Build a factory at location 5.
Build a factory at location 7.
Build a factory at location 8.
Build a factory at location 9.

8.8

In [11]: # Parameter
# Fixed cost
f = 1
# distance
c = 2.5

In [12]: # aij
aij = {(customer, facility): 1 if df_dis.iloc[customer, facility] <= c else 0
        for customer in range(0, 10)
        for facility in range(0, 10)}

print("Number of viable pairings: {}".format(len(aij.keys())))

Number of viable pairings: 100

In [13]: m = gp.Model("8.8 SCLP")

In [14]: # Decision variables: facilities open or close
fact = m.addVars(10, vtype=GRB.BINARY, name='fact')
fact

Out[14]: {0: <gurobi.Var "Awaiting Model Update">,
1: <gurobi.Var "Awaiting Model Update">,
2: <gurobi.Var "Awaiting Model Update">,
3: <gurobi.Var "Awaiting Model Update">,
4: <gurobi.Var "Awaiting Model Update">,
5: <gurobi.Var "Awaiting Model Update">,
6: <gurobi.Var "Awaiting Model Update">,
7: <gurobi.Var "Awaiting Model Update">,
8: <gurobi.Var "Awaiting Model Update">,
9: <gurobi.Var "Awaiting Model Update">}

In [15]: # 1.
m.addConstrs((gp.quicksum(aij[(customer, facility)] * fact[facility] for facility in range(0, 10)) == 1
               for customer in range(0, 10)), name='coverage')

Out[15]: {0: <gurobi.Constr "Awaiting Model Update">,
1: <gurobi.Constr "Awaiting Model Update">,
2: <gurobi.Constr "Awaiting Model Update">,
3: <gurobi.Constr "Awaiting Model Update">,
4: <gurobi.Constr "Awaiting Model Update">,
5: <gurobi.Constr "Awaiting Model Update">,
6: <gurobi.Constr "Awaiting Model Update">,
7: <gurobi.Constr "Awaiting Model Update">,
8: <gurobi.Constr "Awaiting Model Update">,
9: <gurobi.Constr "Awaiting Model Update">}

In [16]: obj = gp.quicksum(f * fact[facility] for facility in range(0, 10))
m.setObjective(obj, GRB.MINIMIZE)

In [17]: m.optimize()

Gurobi Optimizer version 9.5.1 build v9.5.1rc2 (mac64[rosetta2])
Thread count: 8 physical cores, 8 logical processors, using up to 8 threads
Optimize a model with 10 rows, 10 columns and 22 nonzeros
Model fingerprint: 0xae43d63
Variable types: 0 continuous, 10 integer (10 binary)
Coefficient statistics:
  Matrix range [1e+00, 1e+00]
  Objective range [1e+00, 1e+00]
  Bounds range [1e+00, 1e+00]
  RHS range [1e+00, 1e+00]
Found heuristic solution: objective 6.00000000
Presolve removed 10 rows and 10 columns
Presolve time: 0.00s
Presolve: All rows and columns removed
Explored 0 nodes (0 simplex iterations) in 0.00 seconds (0.00 work units)
Thread count was 1 (of 8 available processors)
Solution count 1: 6

Optimal solution found (tolerance 1.00e-04)
Best objective 6.000000000000e+00, best bound 6.000000000000e+00, gap 0.00000%

In [18]: # display optimal values of decision variables
for facility in fact.keys():
    if (abs(fact[facility].x) > 1e-6):
        print(f"\n Build a factory at location {facility + 1}.")

Build a factory at location 1.
Build a factory at location 2.
Build a factory at location 5.
Build a factory at location 6.
Build a factory at location 7.
Build a factory at location 9.

8.9

In [19]: p = 4
c = 2.5

In [20]: # demand
df_demand

Out[20]: [60, 27, 29, 26, 33, 15, 17, 97, 19]

In [21]: # aij
aij = {(customer, facility): 1 if df_dis.iloc[customer, facility] <= c else 0
        for customer in range(0, 10)
        for facility in range(0, 10)}

print("Number of viable pairings: {}".format(len(aij.keys())))

Number of viable pairings: 100

In [22]: # Decision variables: facilities open or close
fact = m.addVars(10, vtype=GRB.BINARY, name='fact')
fact

Out[22]: {0: <gurobi.Var "Awaiting Model Update">,
1: <gurobi.Var "Awaiting Model Update">,
2: <gurobi.Var "Awaiting Model Update">,
3: <gurobi.Var "Awaiting Model Update">,
4: <gurobi.Var "Awaiting Model Update">,
5: <gurobi.Var "Awaiting Model Update">,
6: <gurobi.Var "Awaiting Model Update">,
7: <gurobi.Var "Awaiting Model Update">,
8: <gurobi.Var "Awaiting Model Update">,
9: <gurobi.Var "Awaiting Model Update">}

In [23]: z = m.addVars(10, vtype=GRB.BINARY, name='demand')
z

Out[23]: {0: <gurobi.Var "Awaiting Model Update">,
1: <gurobi.Var "Awaiting Model Update">,
2: <gurobi.Var "Awaiting Model Update">,
3: <gurobi.Var "Awaiting Model Update">,
4: <gurobi.Var "Awaiting Model Update">,
5: <gurobi.Var "Awaiting Model Update">,
6: <gurobi.Var "Awaiting Model Update">,
7: <gurobi.Var "Awaiting Model Update">,
8: <gurobi.Var "Awaiting Model Update">,
9: <gurobi.Var "Awaiting Model Update">}

In [24]: # constraint
m.addConstrs((gp.quicksum(aij[(customer, facility)] * fact[facility] for facility in range(0, 10)) == z[customer]
               for customer in range(0, 10)), name='coverage')

Out[24]: {0: <gurobi.Constr "Awaiting Model Update">,
1: <gurobi.Constr "Awaiting Model Update">,
2: <gurobi.Constr "Awaiting Model Update">,
3: <gurobi.Constr "Awaiting Model Update">,
4: <gurobi.Constr "Awaiting Model Update">,
5: <gurobi.Constr "Awaiting Model Update">,
6: <gurobi.Constr "Awaiting Model Update">,
7: <gurobi.Constr "Awaiting Model Update">,
8: <gurobi.Constr "Awaiting Model Update">,
9: <gurobi.Constr "Awaiting Model Update">}

In [25]: # constraint
m.addConstr((gp.quicksum(fact[facility] for facility in range(0, 10)) == p), name='coverage')

Out[25]: <gurobi.Constr "Awaiting Model Update">

In [26]: obj = gp.quicksum(z[customer] * df_demand[customer] for customer in range(0, 10))
m.setObjective(obj, GRB.MAXIMIZE)

In [27]: m.optimize()

Gurobi Optimizer version 9.5.1 build v9.5.1rc2 (mac64[rosetta2])
Thread count: 8 physical cores, 8 logical processors, using up to 8 threads
Optimize a model with 50 rows, 30 columns and 54 nonzeros
Model fingerprint: 0xd35f46fd
Variable types: 0 continuous, 30 integer (30 binary)
Coefficient statistics:
  Matrix range [1e+00, 1e+00]
  Objective range [2e+01, 1e+02]
  Bounds range [1e+00, 1e+00]
  RHS range [1e+00, 4e+00]
MIP start from previous solve produced solution with objective 367 (0.00s)
Loaded MIP start from previous solve with objective 367
Presolve removed 21 rows and 30 columns
Presolve time: 0.00s
Presolve: All rows and columns removed
Explored 0 nodes (0 simplex iterations) in 0.01 seconds (0.00 work units)
Thread count was 1 (of 8 available processors)
Solution count 1: 367

Optimal solution found (tolerance 1.00e-04)
Best objective 3.6700000000000e+02, best bound 3.6700000000000e+02, gap 0.00000%

In [28]: # display optimal values of decision variables
for facility in fact.keys():
    if (abs(fact[facility].x) > 1e-6):
        print(f"\n Build a warehouse at location {facility + 1}.")

Build a warehouse at location 1.
Build a warehouse at location 3.
Build a warehouse at location 5.
Build a warehouse at location 6.

8.19

In [29]: place = ['Akron', 'Albany', 'Nasuha', 'Scranton', 'Utica']
h = [1200000, 1150000, 1350000, 1800000, 900000]
fact = ['Bethlehem', 'Pittsburgh', 'Rochester', 'Springfield']

In [30]: f = [3000000, 7500000, 4500000, 5200000, 2000000]
cap = [3000000, 4000000, 4200000, 3750000]

In [31]: # Decision variables: facilities open or close
x = m.addVars(len(fact), vtype=GRB.BINARY, name='facility')

In [32]: cartesian_prod = list(product(range(0, len(place)), range(0, len(fact))))
y = m.addVars(cartesian_prod, lb=0, vtype=GRB.CONTINUOUS, name='customer fraction')

In [33]: transp_cost = [[2.2, 1.6, 3.2, 0.8, 1.6], [1.8, 3.2, 4.2, 2.1, 2.4], [2.7, 1.2, 2.5, 1.4, 0.7],
                       [3.8, 0.6, 0.7, 1.3, 1.5]]

In [34]: df_transp_cost = pd.DataFrame(transp_cost, columns=place)
df_transp_cost

Out[34]:
   Akron  Albany  Nasuha  Scranton  Utica
0  2.2    1.6    3.2    0.8    1.6
1  1.8    3.2    4.0    2.1    2.4
2  2.7    1.2    2.5    1.4    0.7
3  3.8    0.6    0.7    1.3    1.5

In [35]: c = {(customer, facility): df_transp_cost.iloc[facility, customer]
               for customer in range(0, len(place))
               for facility in range(0, len(fact))}

In [36]: # constraint
m.addConstrs((gp.quicksum(y[(customer, facility)] for facility in range(0, len(fact))) == 1
               for customer in range(0, len(place))), name='1')

Out[36]: {0: <gurobi.Constr "Awaiting Model Update">,
1: <gurobi.Constr "Awaiting Model Update">,
2: <gurobi.Constr "Awaiting Model Update">,
3: <gurobi.Constr "Awaiting Model Update">,
4: <gurobi.Constr "Awaiting Model Update">}

In [37]: m.addConstrs((y[(customer, facility)] <= x[facility] for customer in range(0, len(place))
                       for facility in range(0, len(fact))), name='2')

Out[37]: {(0, 0): <gurobi.Constr "Awaiting Model Update">,
(0, 1): <gurobi.Constr "Awaiting Model Update">,
(0, 2): <gurobi.Constr "Awaiting Model Update">,
(0, 3): <gurobi.Constr "Awaiting Model Update">,
(1, 0): <gurobi.Constr "Awaiting Model Update">,
(1, 1): <gurobi.Constr "Awaiting Model Update">,
(1, 2): <gurobi.Constr "Awaiting Model Update">,
(1, 3): <gurobi.Constr "Awaiting Model Update">,
(2, 0): <gurobi.Constr "Awaiting Model Update">,
(2, 1): <gurobi.Constr "Awaiting Model Update">,
(2, 2): <gurobi.Constr "Awaiting Model Update">,
(2, 3): <gurobi.Constr "Awaiting Model Update">,
(3, 0): <gurobi.Constr "Awaiting Model Update">,
(3, 1): <gurobi.Constr "Awaiting Model Update">,
(3, 2): <gurobi.Constr "Awaiting Model Update">,
(3, 3): <gurobi.Constr "Awaiting Model Update">,
(4, 0): <gurobi.Constr "Awaiting Model Update">,
(4, 1): <gurobi.Constr "Awaiting Model Update">,
(4, 2): <gurobi.Constr "Awaiting Model Update">,
(4, 3): <gurobi.Constr "Awaiting Model Update">}

In [38]: m.addConstrs((gp.quicksum(y[(customer, facility)] * h[customer] for customer in range(0, len(place))) <= cap[facility]
                       for facility in range(0, len(place))), name='3')

Out[38]: {0: <gurobi.Constr "Awaiting Model Update">,
1: <gurobi.Constr "Awaiting Model Update">,
2: <gurobi.Constr "Awaiting Model Update">,
3: <gurobi.Constr "Awaiting Model Update">}

In [39]: # Objective
# obj = gp.quicksum((fact[facility] * x[facility] + h[customer] * c[customer, facility] * y[customer, facility] for facility in range(0, len(fact)) for customer in range(0, len(place)))
# setObjective(gp.quicksum(h[customer] * c[customer, facility] * y[customer, facility]
#                 + gp.quicksum(f[facility] * x[facility] for facility in range(0, len(fact))), GRB.MINIMIZE)

In [40]: m.optimize()

Gurobi Optimizer version 9.5.1 build v9.5.1rc2 (mac64[rosetta2])
Thread count: 8 physical cores, 8 logical processors, using up to 8 threads
Optimize a model with 50 rows, 34 columns and 144 nonzeros
Model fingerprint: 0x92f2ebbb
Variable types: 20 continuous, 34 integer (34 binary)
Coefficient statistics:
  Matrix range [1e+00, 2e+00]
  Objective range [5e+05, 8e+06]
  Bounds range [1e+00, 1e+00]
  RHS range [1e+00, 5e+06]
MIP start from previous solve produced solution with objective 1.76e+07 (0.01s)
MIP start from previous solve produced solution with objective 1.6265e+07 (0.01s)
Loaded MIP start from previous solve with objective 1.6265e+07
Presolve removed 21 rows and 30 columns
Presolve time: 0.00s
Presolved: 29 rows, 24 columns, 84 nonzeros
Variable types: 20 continuous, 4 integer (4 binary)
Root relaxation: objective 1.605667e+07, 17 iterations, 0.00 seconds (0.00 work units)
  Nodes | Current Node | Objective Bounds | Work
Expl Unexpl | Obj Depth IntInf | Incumbent BestObj Gap | It/Node Time
0 0 1 6057e+07 0 1 1.6265e+07 1.6057e+07 1.28% - 0s
0 0 0 cutoff 0 1.6265e+07 1.6265e+07 0.00% - 0s

Explored 1 nodes (21 simplex iterations) in 0.02 seconds (0.00 work units)
Thread count was 8 (of 8 available processors)
Solution count 2: 1.6265e+07 1.76e+07

Optimal solution found (tolerance 1.00e-04)
Best objective 1.6265000000000e+07, best bound 1.6265000000000e+07, gap 0.00000%

In [41]: for facility in x.keys():
    if (abs(x[facility].x) > 1e-6):
        print(fact[facility])

Bethlehem
Springfield

In [42]: for customer, facility in cartesian_prod:
    if (abs(y[customer, facility].x) > 1e-6):
        print(customer, facility, 'is from', fact[facility])

Akron is from Bethlehem
Albany is from Springfield
Nasuha is from Springfield
Scranton is from Bethlehem
Utica is from Springfield
```