

Below is a formulation of the internal depot transportation problem. This is a non-robust formulation.

Sets

$I$  set of Items

Parameters

$w_i \quad i \in I$  expected weight of item  $i$   
 $v_i \quad i \in I$  expected volume of item  $i$   
 $\sigma_{wi}^2 \quad i \in I$  variance in weight of item  $i$   
 $\sigma_{vi}^2 \quad i \in I$  variance in volume of item  $i$   
 $p_i \quad i \in I$  profit gained from item  $i$   
 $\rho$  Some tolerated variance threshold  
 $V$  volume capacity of vehicle  
 $W$  weight capacity of vehicle  
 $L$  item capacity of vehicle

Variables

$x_i \geq 0 \quad i \in I$  quantity of good  $i$  allotted to the vehicle

Objective

$$\max \sum_{i \in I} p_i x_i \quad (1)$$

Constraints

$$\sum_{i \in I} w_i x_i \leq W \quad (2)$$

$$\sum_{i \in I} v_i x_i \leq V \quad (3)$$

$$\sum_{i \in I} x_i \leq L \quad (4)$$

$$\sum_{i \in I} x_i (\sigma_{wi}^2 + \sigma_{vi}^2) \leq \rho \quad (5)$$