Food Model

Sriram Sankaranarayanan

Crop Producer 1

Problem 1.1

$$\begin{aligned} \text{Maximize} \quad &: \quad \sum_{y \in Y} \mathsf{df}_y \left\{ \sum_{f \in C} \left(\pi^F_{ynf} \mathcal{Q}^F_{ynf} - \mathcal{C}^F_{ynf} A^F_{ynf} - \frac{1}{2} \mathcal{C}^{\text{change}}_{yn} \left(A^F_{ynf} - A^F_{(y-1)nf} \right) \right)^2 \\ & \quad & \quad & \quad & \quad & - \mathcal{C}^{\text{conv}}_{yn} \sum_{f \in C} \left(A^F_{ynf} - A^F_{(y-1)nf} \right) \right\} \end{aligned} \tag{1.1}$$

such that for $f \in C$

$$Q_{ynf}^F, A_{ynf}^F \geq 0 \tag{1.2a}$$

$$A_n \geq \sum_{f \in C} A_{ynf}^F \tag{\delta_{yn}^1} \tag{1.2b}$$

$$A_n \geq \sum_{r=0}^{\infty} A_{ynf}^F \tag{5_{yn}}$$

$$Q_{ynf}^F \leq \mathcal{Y}_{ynf} A_{ynf}^F \qquad (\delta_{ynf}^2)$$
 (1.2c)

KKT Conditions 1.2

These KKT conditions hold for $f \in C$

$$\delta_{ynf}^2 - \mathsf{df}_y \pi_{ynf}^F \ge 0 \qquad (\mathcal{Q}_{ynf}^F) \qquad (1.3a)$$

$$\delta_{ynf}^{2} - \mathsf{df}_{y}\pi_{ynf}^{F} \geq 0 \qquad (\mathcal{Q}_{ynf}^{F}) \qquad (1.3a)$$

$$\delta_{yn}^{1} + \mathsf{df}_{y} \left(\mathscr{C}_{ynf}^{F} + \mathscr{C}_{yn}^{\text{conv}} - \mathscr{C}_{(y+1)n}^{\text{conv}} + \mathscr{C}_{yn}^{\text{change}} A_{ynf}^{F} + \mathscr{C}_{(y+1)n}^{\text{change}} A_{ynf}^{F} \right)$$

$$-\delta_{ynf}^{2} \mathcal{Y}_{ynf} - \mathsf{df}_{y} \left(\mathscr{C}_{yn}^{\text{change}} A_{(y-1)nf}^{F} + \mathscr{C}_{(y+1)n}^{\text{change}} A_{(y+1)nf}^{F} \right)$$

$$\geq 0 \qquad (A_{ynf}^{F}) \qquad (1.3b)$$

$\mathbf{2}$ Livestock producer

2.1 Problem

$$\text{Maximize} \quad : \quad \sum_{\substack{y \in Y \\ f \notin C}} \mathsf{df}_y \left(\pi_{ynf}^F \mathcal{Q}_{ynf}^F + p_{yn}^H \mathcal{Q}_{yn}^H - \sum_{i \in N} (\mathscr{C}_{yin}^{\mathsf{cow},\mathsf{trans}} + \pi_{yi}^{\mathsf{cow}}) \mathcal{B}_{yin}^{\mathsf{buy}} - \mathcal{B}_{yn} \mathscr{C}_{yn}^{\mathsf{cow}} \right) \tag{2.1}$$

such that for $f \notin C$

$$\mathcal{B}_{yn}, \mathcal{B}_{yin}^{\text{buy}}, \mathcal{Q}_{ynf}^{F}, \mathcal{Q}_{yn}^{H}, \mathcal{B}_{yn}^{\text{slg}} \geq 0$$

$$\mathcal{Q}_{ynf}^{F} \leq \mathcal{Y}_{ynf}\mathcal{B}_{yn}^{\text{slg}} \quad (f = \text{Milk})$$

$$\mathcal{Q}_{ynf}^{F} \leq \mathcal{Y}_{ynf}\mathcal{B}_{yn}^{\text{slg}} \quad (f = \text{Beef})$$

$$\mathcal{Q}_{yn}^{H} \leq \mathcal{Y}_{yn}^{H}\mathcal{B}_{yn}^{\text{slg}} \quad (\delta_{ynf}^{3})$$

$$\mathcal{B}_{yn}^{\text{slg}} \leq \mathcal{B}_{yn} \quad (\delta_{yn}^{4}) \quad (2.2\text{c})$$

$$\mathcal{B}_{yn} \leq (1 + k - \kappa)\mathcal{B}_{(y-1)n} - \mathcal{B}_{yn}^{\text{slg}} + \sum_{i \in N} \left(\mathcal{B}_{yin}^{\text{buy}} - \mathcal{B}_{yni}^{\text{buy}}\right) \quad (\pi_{yn}^{\text{cow}}) \quad (2.2\text{d})$$

$$\mathcal{B}_{yn}^{\text{slg}} \geq \kappa_{yn}^{\text{death}} \mathcal{B}_{yn} \quad (\delta_{yn}^{9}) \quad (2.2\text{e})$$

$$\mathcal{B}_{yn} \geq \mathcal{B}_{n}^{\text{herd}} \quad (\delta_{yn}^{10}) \quad (2.2\text{e})$$

KKT Conditions 2.2

$$\left. \begin{array}{l} \operatorname{df}_{y} \mathscr{C}_{yn}^{\text{cow}} - \delta_{ynf}^{2} \mathcal{Y}_{ynf} - \delta_{yn}^{4} + \kappa_{yn}^{\text{death}} \delta_{yn}^{9} \\ -\delta_{yn}^{10} + \pi_{yn}^{\text{cow}} - (1 + k - \kappa) \pi_{(y+1)n}^{\text{cow}} \end{array} \right\} \geq 0 \qquad (f = \text{Milk}) \tag{\mathcal{B}_{yn}} \tag{2.3a}$$

$$\mathsf{df}_{y} \left(\mathscr{C}_{yin}^{\text{cow,trans}} + \pi_{yi}^{\text{cow}} \right) + \left(\pi_{yi}^{\text{cow}} - \pi_{yn}^{\text{cow}} \right) \quad \geq \quad 0 \tag{2.3b}$$

$$\delta_{ynf}^2 - \mathsf{df}_y \pi_{ynf}^F \quad \ge \quad 0 \tag{Q_{ynf}^F}$$

$$\delta_{yn}^{3} - \mathsf{df}_{y} p_{yn}^{H} \geq 0 \tag{2.3c}$$

$$\delta_{ynf}^{2} - \mathsf{df}_{y} \pi_{ynf}^{F} \geq 0 \qquad (\mathcal{Q}_{ynf}^{F})$$

$$\delta_{yn}^{3} - \mathsf{df}_{y} p_{yn}^{H} \geq 0 \qquad (\mathcal{Q}_{ynf}^{F})$$

$$\delta_{yn}^{4} - \delta_{yn}^{10} - \delta_{ynf}^{2} \mathcal{Y}_{ynf} - \delta_{yn}^{3} \mathcal{Y}_{yn}^{H} + \pi_{yn}^{cow} \geq 0 \qquad (f = \text{Beef}) \qquad (\mathcal{B}_{yn}^{\text{slg}}) \qquad (2.3\text{d})$$

3 Distribution

3.1 Problem

$$\text{Maximize} \quad : \quad \sum_{\substack{y \in Y \\ f \in F}} \mathsf{df}_y \left\{ \sum_{n \in N} \left(\mathcal{Q}_{ynf}^{D_s} \pi_{ynf}^S - \mathcal{Q}_{ynf}^{D_b} \pi_{ynf}^F \right) - \sum_{r \in R} \mathcal{C}_{yrf}^R \mathcal{Q}_{yrf}^D \right\}$$
(3.1)

such that

$$Q_{unf}^{D_b}, Q_{unf}^{D}, Q_{unf}^{D_s} \geq 0 \tag{3.2a}$$

$$\mathcal{Q}_{ynf}^{D_b}, \mathcal{Q}_{yrf}^{D}, \mathcal{Q}_{ynf}^{D_s} \geq 0$$

$$\mathcal{Q}_{ynf}^{D_b} + \sum_{r \in R_{in}} \mathcal{Q}_{yrf}^{D} \geq \mathcal{Q}_{ynf}^{D_s} + \sum_{r \in R_{out}} \mathcal{Q}_{yrf}^{D}$$

$$\mathcal{Q}_{yrf}^{D} \leq \mathcal{Q}_{yrf}^{R,CAP}$$

$$(\delta_{yrf}^{6})$$

$$(3.2a)$$

$$(\delta_{ynf}^{6})$$

$$(\delta_{ynf}^{6})$$

$$(\delta_{yrf}^{7})$$

$$(3.2c)$$

$$Q_{yrf}^D \leq Q_{yrf}^{R,CAP} \qquad (\delta_{yrf}^7)$$
 (3.2c)

3.2 **KKT Conditions**

Representing s_r and d_r as the source and destination nodes of the transport system $r \in R$, we have the following KKT conditions.

$$\mathsf{df}_y \pi_{ynf}^F - \delta_{ynf}^6 \ge 0 \qquad (\mathcal{Q}_{ynf}^{D_b}) \tag{3.3a}$$

$$\delta_{yrf}^{7} + \mathsf{df}_{y} \mathcal{C}_{yrf}^{R} + \delta_{ys_{r}f}^{6} - \delta_{yd_{r}f}^{6} \geq 0 \qquad (\mathcal{Q}_{yrf}^{D}) \qquad (3.3b)$$

$$\delta_{ynf}^{6} - \mathsf{df}_{y} \pi_{ynf}^{S} \geq 0 \qquad (\mathcal{Q}_{ynf}^{D_{s}}) \qquad (3.3c)$$

$$\delta_{unf}^6 - \mathsf{df}_y \pi_{unf}^S \quad \ge \quad 0 \tag{Q}_{unf}^{D_s} \tag{3.3c}$$

Storage 4

4.1 Problem

Maximize :
$$\sum_{\substack{y \in Y \\ f \in F}} \left(\pi_{ynf}^U - \pi_{ynf}^S - \frac{1}{2} \mathcal{C}_{ynf}^{Sq} \mathcal{Q}_{ynf}^S - \mathcal{C}_{ynf}^{Sl} \right) \mathcal{Q}_{ynf}^S$$
 (4.1)

such that

$$Q_{unf}^S \geq 0 \tag{4.2a}$$

$$Q_{ynf}^{S} \geq 0$$
 (4.2a)
 $Q_{ynf}^{S} \leq Q_{ynf}^{S,CAP}$ (δ_{ynf}^{8})

4.2 **KKT Conditions**

$$\pi_{ynf}^{S} - \pi_{ynf}^{U} + \mathcal{C}_{ynf}^{Sq} \mathcal{Q}_{ynf}^{S} + \mathcal{C}_{ynf}^{Sl} + \delta_{ynf}^{8} \geq 0 \qquad (\mathcal{Q}_{ynf}^{S})$$

$$(4.3a)$$

Market Clearing

$$Q_{ynf}^F = Q_{ynf}^{D_b} \tag{5.1a}$$

$$\mathcal{Q}_{ynf}^{F} = \mathcal{Q}_{ynf}^{D_{b}} \qquad (\pi_{ynf}^{F}) \qquad (5.1a)$$

$$\pi_{ynf}^{U} = \alpha_{ynf} - \beta_{ynf} \mathcal{Q}_{ynf}^{S} + \sum_{i \in F} \chi_{ynfi} \pi_{yni}^{U} \qquad (\pi_{ynf}^{U}) \qquad (5.1b)$$

$$\mathcal{Q}_{ynf}^{S} = \mathcal{Q}_{ynf}^{D_{s}} \qquad (\pi_{ynf}^{S}) \qquad (5.1c)$$

$$Q_{ynf}^S = Q_{ynf}^{D_s} \tag{5.1c}$$