# **Metaheuristic Algorithms Assignment**

# The Warehouse Location Problem

#### Introduction

In this assignment you are asked to design an algorithm to solve the Warehouse Location Problem (WLP). A distribution company uses warehouses to provide goods to many different customers. The goal of this problem is to determine which warehouses will be the most cost effective for serving the customers. The complexity of the problem comes from the fact that each warehouse has different costs and storage capabilities.

## **Assignment**

Write an algorithm to solve the WLP. The problem is mathematically formulated in the following way: there are N=0 ... n-1 warehouses to choose from and M=0 ... m-1 customers that need to be served. Each warehouse,  $w\in N$  has a capacity  $cap_w$  and a setup cost  $s_w$ . Each customer,  $c\in M$ , has a demand  $d_c$  and travel cost  $t_{cw}$  based on which warehouse,  $w\in N$  serves it. Lastly, all customers must be served by exactly 1 warehouse. Let  $a_w$  be a set variable denoting the customers assigned to warehouse w. Then the warehouse location problem is formalized as the following optimization problem:

minimize: 
$$\sum_{w \in N} \left( (|a_w| > 0) s_w + \sum_{c \in a_w} t_{cw} \right)$$
 subject to: 
$$\sum_{c \in a_w} d_c \leq cap_w \quad (w \in N)$$
 
$$\sum_{w \in N} (c \in a_w) = 1 \quad (c \in M)$$

#### **Data Format**

The input consists of |N| + 2|M| + 1 lines. The first line contains two numbers, |N| followed by |M|. The first line is followed by |N| lines, where each line represents a warehouse capacity capwand setup cost  $s_w$ . The last 2|M| capture the customer information. Each customer block begins with a line with one number, the customer's demand,  $d_c$ . The following line has |N| values, one for each warehouse. These values capture the cost to service that customer from each warehouse,  $t_{cw}$ .

#### **Input Format**

```
|N| |M| | cap_0 s_0 | cap_1 s_1 | ... | cap_|N|-1 s_|N|-1 | d_0 | t_0_0 t_0_1 t_0_2 ... t_0_|N|-1 | d_1 | t_1_0 t_1_1 t_1_2 ... t_1_|N|-1 | d_1 | M|-1 | t_1_0 t_1_1 t_1_2 ... t_1_|N|-1 | t_1_0 t_1_1 t_1_2 ... t_1_|N|-1 | t_1_0 t_1_1 t_1_1 t_1_2 ... t_1_|N|-1 | t_1_0 t_1_1 t_1_1 t_1_2 ... t_1_|N|-1 | M|-1_0 t_1_|N|-1
```

The output has two lines. The first line contains one value: obj. obj is the cost of the customer warehouse assignment (i.e. the objective value) as a real number. The next line is a list of |M| values in N – this is the mapping of customers to warehouses.

#### **Output Format**

obj c\_0 c\_1 c\_2 ... c\_|M|-1

### **Input Example:**

3 4 100 100.123 100 100.456 500 100.789 50 100.1 200.2 2000.3 50 100.4 200.5 2000.6 75 200.7 100.8 2000.9 75 200.10 200.11 100.12

#### **Output example:**

1002.888

1102

This output represents the assignment of customers to warehouses,  $a_0 = \{2\}$ ,  $a_1 = \{0, 1\}$ ,  $a_2 = \{3\}$ . That is, customers 0 and 1 are assigned to warehouse 1, customer 2 is assigned to warehouse 0, and customer 3 is assigned to warehouse 2.