

# Distribution center, warehouse, and plant location

[Business](#)



The reason is that when there is a high population in a country, the sales of the companies go high because of the presence of a large number of consumers. Therefore, companies view population as a market for goods. On the other hand, the population is also a source of labor. Companies need to recruit people to run business operations. Therefore, companies also view population as a source of labor.

Answer: 12

Transportation considerations influence facility location decisions because high transportations cost to increase the price of goods. The most suitable facility locations are those where transportation services are easily available. When a facility is located at a place, where there is a shortage of transportation services, transportation costs will be high because of less competition. Therefore, companies usually find such locations, which there is an excess of transportation services.

Answer: 20

Facility relocation occurs when a company shifts a facility from one place to another due to some reasons. On the other hand, facility closing occurs when a company suspends its business operations at a facility when the company does not need that facility to operate anymore. In the case of facility relocation, employees do not face big problems because they can still work for their companies. However, the companies should adjust their wages in accordance with the location of the new facility. On the other hand, in case of facility closing, companies should arrange new jobs for their employees before the date of closing in order to secure their professional careers.