

### Transportation problems Mixed exercise

1 a Applying the north-west corner method gives:

	<i>L</i>	<i>M</i>	Supply
<i>A</i>	15		15
<i>B</i>	1	4	5
<i>C</i>		8	8
Demand	16	12	28

b The shadow costs of the initial solution are:

		20	10
		<i>L</i>	<i>M</i>
0	<i>A</i>	20	
20	<i>B</i>	40	30
80	<i>C</i>		90

Improvement indices for cell:

$$AM = 70 - 0 - 10 = 60 \quad CL = 60 - 80 - 20 = -40$$

The solution may not be optimal, since there is a cell, *CL*, with a negative improvement index.

#### First iteration

The entering cell is *CL*. Entering  $\theta$  into cell *CL* and applying the stepping-stone method:

	<i>L</i>	<i>M</i>	Supply
<i>A</i>	15		15
<i>B</i>	$1 - \theta$	$4 + \theta$	5
<i>C</i>	$\theta$	$8 - \theta$	8
Demand	16	12	28

The maximum value of  $\theta$  is 1, making *BL* the exiting cell. This is the improved solution.

	<i>L</i>	<i>M</i>	Supply
<i>A</i>	15		15
<i>B</i>		5	5
<i>C</i>	1	7	8
Demand	16	12	28

## 1 b (continued)

The shadow costs of the new solution are:

		20	50
		<b>L</b>	<b>M</b>
0	<b>A</b>	20	
-20	<b>B</b>		30
40	<b>C</b>	60	90

Improvement indices for cells:

$$AM = 70 - 0 - 50 = 20 \quad BL = 40 - (-20) - 20 = 40$$

- c There are no negative improvement indices, so the solution produced after the first iteration (in part b) is optimal. This solution is:

15 units from *A* to *L*

5 units from *B* to *M*

Cost: 1140

1 unit from *C* to *L*

7 units from *C* to *M*

$$\text{Cost} = 15 \times 20 + 5 \times 30 + 1 \times 60 + 7 \times 90 = \text{£}1140$$

- d Let  $x_{ij}$  be the number of cars transported from *i* to *j* where

$$i \in \{A, B, C\}$$

$$j \in \{L, M\}$$

$$x_{ij} \geq 0$$

Minimise:

$$C = 20x_{AL} + 70x_{AM} + 40x_{BL} + 30x_{BM} + 60x_{CL} + 90x_{CM}$$

Subject to:

$$x_{AL} + x_{AM} \leq 15$$

$$x_{BL} + x_{BM} \leq 5$$

$$x_{CL} + x_{CM} \leq 8$$

$$x_{AL} + x_{BL} + x_{CL} \geq 16$$

$$x_{AM} + x_{BM} + x_{CM} \geq 12$$

- 2 a Applying the north-west corner method gives:

	<b>P</b>	<b>Q</b>	<b>R</b>	<b>Supply</b>
<b>F</b>	10	5		15
<b>G</b>		25	10	35
<b>H</b>			10	10
<b>Demand</b>	10	30	20	60

2 b The shadow costs of the initial solution are:

		23	21	22
		<b>P</b>	<b>Q</b>	<b>R</b>
0	<b>F</b>	23	21	
2	<b>G</b>		23	24
1	<b>H</b>			23

Improvement indices for cells:

$$FR = 22 - 0 - 22 = 0 \qquad HP = 22 - 1 - 23 = -2$$

$$GP = 21 - 2 - 23 = -4 \qquad HQ = 21 - 1 - 21 = -1$$

The solution may not be optimal, since there are cells with negative improvement indices.

### First iteration

The entering cell is *GP*. Entering  $\theta$  into cell *GP* and applying the stepping-stone method:

	<b>P</b>	<b>Q</b>	<b>R</b>	<b>Supply</b>
<b>F</b>	$10 - \theta$	$5 + \theta$		15
<b>G</b>	$\theta$	$25 - \theta$	10	35
<b>H</b>			10	10
<b>Demand</b>	10	30	20	60

The maximum value of  $\theta$  is 10, making *FP* the exiting cell. This is the improved solution.

	<b>P</b>	<b>Q</b>	<b>R</b>	<b>Supply</b>
<b>F</b>		15		15
<b>G</b>	10	15	10	35
<b>H</b>			10	10
<b>Demand</b>	10	30	20	60

The shadow costs of the new solution are:

		19	21	22
		<b>P</b>	<b>Q</b>	<b>R</b>
0	<b>F</b>		21	
2	<b>G</b>	21	23	24
1	<b>H</b>			23

Improvement indices for cells:

$$FP = 23 - 0 - 19 = 4 \qquad HP = 22 - 1 - 19 = 2$$

$$FR = 22 - 0 - 22 = 0 \qquad HQ = 21 - 1 - 21 = -1$$

## 2 b (continued)

**Second iteration**

The entering cell is  $HQ$ . Entering  $\theta$  into cell  $HQ$  and applying the stepping-stone method:

	$P$	$Q$	$R$	Supply
$F$		15		15
$G$	10	$15 - \theta$	$10 + \theta$	35
$H$		$\theta$	$10 - \theta$	10
Demand	10	30	20	60

The maximum value of  $\theta$  is 10, making  $HR$  the exiting cell. This is the improved solution.

	$P$	$Q$	$R$	Supply
$F$		15		15
$G$	10	5	20	35
$H$		10		10
Demand	10	30	20	60

The shadow costs of the new solution are:

		19	21	22
		$P$	$Q$	$R$
0	$F$		21	
2	$G$	21	23	24
0	$H$		21	

Improvement indices for cells:

$$FP = 23 - 0 - 19 = 4 \qquad HP = 22 - 0 - 19 = 3$$

$$FR = 22 - 0 - 22 = 0 \qquad HR = 23 - 0 - 22 = 1$$

c There are no negative improvement indices, so the solution is optimal.

d Cost =  $10 \times 21 + 15 \times 21 + 5 \times 23 + 10 \times 21 + 20 \times 24 = 1330$

2 e *Third iteration*

The entering cell is *FR*, the cell with a zero improvement index (see part **b**). Entering  $\theta$  into cell *FR* and applying the stepping-stone method:

	<i>P</i>	<i>Q</i>	<i>R</i>	Supply
<i>F</i>		$15 - \theta$	$\theta$	15
<i>G</i>	10	$5 + \theta$	$20 - \theta$	35
<i>H</i>		10		10
Demand	10	30	20	60

The maximum value of  $\theta$  is 15, making *FQ* the exiting cell. This is the new solution.

	<i>P</i>	<i>Q</i>	<i>R</i>	Supply
<i>F</i>			15	15
<i>G</i>	10	20	5	35
<i>H</i>		10		10
Demand	10	30	20	60

The shadow costs of the new solution are:

		19	21	22
		<i>P</i>	<i>Q</i>	<i>R</i>
0	<i>F</i>			22
2	<i>G</i>	21	23	24
0	<i>H</i>		21	

Improvement indices for cells:

$$FP = 23 - 0 - 19 = 4 \qquad HP = 22 - 0 - 19 = 3$$

$$FQ = 21 - 0 - 21 = 0 \qquad HR = 23 - 0 - 22 = 1$$

$$\text{Cost} = 10 \times 21 + 20 \times 23 + 10 \times 21 + 15 \times 22 + 5 \times 24 = 1330$$

The cost of this second optimal solution is the same as that found for the solution in part **b**.

**3 a** Adding a zero to cell *LY* ensures that the solution is non-degenerate. The problem has 4 rows and 3 columns so a non-degenerate solution must have  $4 + 3 - 1 = 6$  non-blank cells. If cell *LY* is left blank the solution would be degenerate.

**b**  $\text{Cost} = 25 \times 8 + 5 \times 5 + 40 \times 5 + 50 \times 10 + 50 \times 15 = \text{£}1675$

3 c Entering  $\theta$  into cell  $MX$  and applying the stepping-stone method:

	$X$	$Y$	$Z$	Supply
$J$	$25 - \theta$	$5 + \theta$		30
$K$		40		40
$L$		$0 - \theta$	$50 + \theta$	50
$M$	$\theta$		$50 - \theta$	50
<b>Demand</b>	25	45	100	170

The maximum value of  $\theta$  is 0, making  $LY$  the exiting cell. This is the new solution.

	$X$	$Y$	$Z$	Supply
$J$	25	5		30
$K$		40		40
$L$			50	50
$M$	0		50	50
<b>Demand</b>	25	45	100	170

$$\text{Cost} = 25 \times 8 + 5 \times 5 + 40 \times 5 + 50 \times 10 + 50 \times 15 = \text{£}1675$$

d The shadow costs of the solution in part c are:

		8	5	17
		$X$	$Y$	$Z$
0	$J$	8	5	
0	$K$		5	
-7	$L$			10
-2	$M$	6		15

Improvement indices for cells:

$$JZ = 7 - 0 - 17 = -10 \qquad LX = 7 - (-7) - 8 = 6$$

$$KX = 5 - 0 - 8 = -3 \qquad LY = 2 - (-7) - 5 = 4$$

$$KZ = 9 - 0 - 17 = -8 \qquad MY = 3 - (-2) - 5 = 0$$

This solution is not optimal since there are negative improvement indices.

3 e The shadow costs of the new solution found after two further iterations are:

		6	3	7
		<b>X</b>	<b>Y</b>	<b>Z</b>
0	<b>J</b>			7
2	<b>K</b>		5	9
3	<b>L</b>			10
0	<b>M</b>	6	3	

Improvement indices for cells:

$$JX = 8 - 0 - 6 = 2 \qquad LX = 7 - 3 - 6 = -2$$

$$JY = 5 - 0 - 3 = 2 \qquad LY = 2 - 3 - 3 = -4$$

$$KX = 5 - 2 - 6 = -3 \qquad MZ = 15 - 0 - 7 = 8$$

The entering cell is *LY*. Entering  $\theta$  into cell *LY* and applying the stepping-stone method:

	<b>X</b>	<b>Y</b>	<b>Z</b>	<b>Supply</b>
<b>J</b>			30	30
<b>K</b>		$20 - \theta$	$20 + \theta$	40
<b>L</b>		$\theta$	$50 - \theta$	50
<b>M</b>	25	25		50
<b>Demand</b>	25	45	100	170

The maximum value of  $\theta$  is 20, making *KY* the exiting cell. This is the new solution.

	<b>X</b>	<b>Y</b>	<b>Z</b>	<b>Supply</b>
<b>J</b>			30	30
<b>K</b>			40	40
<b>L</b>		20	30	50
<b>M</b>	25	25		50
<b>Demand</b>	25	45	100	170

The shadow costs of this solution are:

		2	-1	7
		<b>X</b>	<b>Y</b>	<b>Z</b>
0	<b>J</b>			7
2	<b>K</b>			9
3	<b>L</b>		2	10
4	<b>M</b>	6	3	

## 3 e (continued)

Improvement indices for cells:

$$JX = 8 - 0 - 2 = 6 \qquad KY = 5 - 2 - (-1) = 4$$

$$JY = 5 - 0 - (-1) = 6 \qquad LX = 7 - 3 - 2 = 2$$

$$KX = 5 - 2 - 2 = 1 \qquad MZ = 15 - 4 - 7 = 4$$

All improvement indices are non-negative, so this solution is optimal.

$$\text{Cost} = 25 \times 6 + 20 \times 2 + 25 \times 3 + 30 \times 7 + 40 \times 9 + 30 \times 10 = \text{£}1135$$

3 f Cell  $JY$  is not part of the optimum route and increasing the cost will not change this situation, so the cost of the optimal solution will not be affected.

4 a The total demand is 150, the total stock is 170, so demand < stock.

A dummy demand point,  $V$ , is to absorb the surplus stock.

The problem becomes:

	$S$	$T$	$U$	$V$	Supply
$A$	6	10	7	0	50
$B$	7	5	8	0	70
$C$	6	7	7	0	50
Demand	100	30	20	20	170

b Applying the north-west corner method to get an initial solution gives:

	$S$	$T$	$U$	$V$	Supply
$A$	50				50
$B$	50	20			70
$C$		10	20	20	50
Demand	100	30	20	20	170

c The shadow costs of the initial solution in part b are:

		6	4	4	-3
		$S$	$T$	$U$	$V$
0	$A$	6			
1	$B$	7	5		
3	$C$		7	7	0

Improvement indices for cells:

$$AT = 10 - 0 - 4 = 6 \qquad BU = 8 - 1 - 4 = 3$$

$$AU = 7 - 0 - 4 = 3 \qquad BV = 0 - 1 - (-3) = 2$$

$$AV = 0 - 0 - (-3) = 3 \qquad CS = 6 - 3 - 6 = -3$$



## 4 c (continued)

**First iteration**

The entering cell is  $CS$ . Entering  $\theta$  into cell  $CS$  and applying the stepping-stone method:

	$S$	$T$	$U$	$V$	Supply
$A$	50				50
$B$	$50 - \theta$	$20 + \theta$			70
$C$	$\theta$	$10 - \theta$	20	20	50
<b>Demand</b>	100	30	20	20	170

The maximum value of  $\theta$  is 10, making  $CT$  the exiting cell. This is the new solution.

	$S$	$T$	$U$	$V$	Supply
$A$	50				50
$B$	40	30			70
$C$	10		20	20	50
<b>Demand</b>	100	30	20	20	170

The shadow costs of the new solution are:

		6	4	7	0
		$S$	$T$	$U$	$V$
0	$A$	6			
1	$B$	7	5		
0	$C$	6		7	0

Improvement indices for cells:

$$AT = 10 - 0 - 4 = 6$$

$$BU = 8 - 1 - 7 = 0$$

$$AU = 7 - 0 - 7 = 0$$

$$BV = 0 - 1 - 0 = -1$$

$$AV = 0 - 0 - 0 = 0$$

$$CT = 7 - 0 - 4 = 3$$

**Second iteration**

The entering cell is  $BV$ . Entering  $\theta$  into cell  $BV$  and applying the stepping-stone method:

	$S$	$T$	$U$	$V$	Supply
$A$	50				50
$B$	$40 - \theta$	30		$\theta$	70
$C$	$10 + \theta$		20	$20 - \theta$	50
<b>Demand</b>	100	30	20	20	170

## 4 c (continued)

The maximum value of  $\theta$  is 20, making  $CV$  the exiting cell. This is the new solution.

	<i>S</i>	<i>T</i>	<i>U</i>	<i>V</i>	Supply
<i>A</i>	50				50
<i>B</i>	20	30		20	70
<i>C</i>	30		20		50
Demand	100	30	20	20	170

The shadow costs of the new solution are:

		6	4	7	-1
		<i>S</i>	<i>T</i>	<i>U</i>	<i>V</i>
0	<i>A</i>	6			
1	<i>B</i>	7	5		0
0	<i>C</i>	6		7	

Improvement indices for cells:

$$AT = 10 - 0 - 4 = 6$$

$$BU = 8 - 1 - 7 = 0$$

$$AU = 7 - 0 - 7 = 0$$

$$CT = 7 - 0 - 4 = 3$$

$$AV = 0 - 0 - (-1) = 1$$

$$CV = 0 - 0 - (-1) = 1$$

All improvement indices are non-negative, so this solution is optimal.

Note that the two zero improvement indices indicate that there are two further optimal solutions but the question does not require that these are found.

**d** Cost =  $50 \times 6 + 20 \times 7 + 30 \times 6 + 30 \times 5 + 20 \times 7 + 20 \times 0 = \text{£}910$

**e** Let  $x_{ij}$  be the number of van load of fruit-tree seedlings transported from  $i$  to  $j$  where

$$i \in \{A, B, C\}$$

$$j \in \{S, T, U, V\} \quad V \text{ is a dummy demand point}$$

$$x_{ij} \geq 0$$

Minimise:

$$C = 6x_{AS} + 10x_{AT} + 7x_{AU} + 7x_{BS} + 5x_{BT} + 8x_{BU} + 6x_{CS} + 7x_{CT} + 7x_{CU}$$

Subject to:

$$x_{AS} + x_{AT} + x_{AU} + x_{AV} \leq 50$$

$$x_{AS} + x_{BS} + x_{CS} \geq 100$$

$$x_{BS} + x_{BT} + x_{BU} + x_{BV} \leq 70$$

$$x_{AT} + x_{BT} + x_{CT} \geq 30$$

$$x_{CS} + x_{CT} + x_{CU} + x_{CV} \leq 50$$

$$x_{AU} + x_{BU} + x_{CU} \geq 20$$

$$x_{AV} + x_{BV} + x_{CV} \geq 20$$

$$5 \text{ Total demand} = 16 + 20 + 26 + 17 = 79$$

$$\text{Total supply} = 28 + 33 + 18 = 79$$

$$\text{Total demand} = \text{Total supply}$$

So the problem is balanced and a dummy demand point or dummy supply point is not required.

Let  $x_{ij}$  be the number of rolls of carpet transported from  $i$  to  $j$  where

$$i \in \{A, B, C\}$$

$$j \in \{P, Q, R, S\}$$

$$x_{ij} \geq 0$$

Minimise:

$$C = 28x_{AP} + 12x_{AQ} + 19x_{AR} + 16x_{AS} + 31x_{BP} + 28x_{BQ} + 23x_{BR} + 19x_{BS} + 18x_{CP} \\ + 21x_{CQ} + 22x_{CR} + 28x_{CS}$$

Subject to:

$$\begin{array}{ll} x_{AP} + x_{AQ} + x_{AR} + x_{AS} \leq 28 & x_{AP} + x_{BP} + x_{CP} \geq 16 \\ x_{BP} + x_{BQ} + x_{BR} + x_{BS} \leq 33 & x_{AQ} + x_{BQ} + x_{CQ} \geq 20 \\ x_{CP} + x_{CQ} + x_{CR} + x_{CS} \leq 18 & x_{AR} + x_{BR} + x_{CR} \geq 26 \\ & x_{AS} + x_{BS} + x_{CS} \geq 17 \end{array}$$

### Challenge

$$a \text{ Total demand} = 15 + 9 + 11 = 35$$

$$\text{Total supply} = 14 + 12 + 16 = 42$$

$$\text{Total demand} \neq \text{Total supply}$$

The problem is unbalanced, total supply is greater than total demand so a dummy demand point,  $S$ , needs to be set up to absorb the excess supply. Stock in cells  $AS$ ,  $BS$ , and  $CS$  remains in warehouses  $A$ ,  $B$  and  $C$  respectively, but incurs weekly storage charges. These charges are £3, £5 and £4 respectively. The problem therefore can be represented as:

	<i>P</i>	<i>Q</i>	<i>R</i>	<i>S</i>	Stock
<i>A</i>	7	8	6	3	14
<i>B</i>	5	7	9	5	12
<i>C</i>	6	8	8	4	16
Demand	15	9	11	7	42

**Challenge**

**b** Let  $x_{ij}$  be the units of stock transported from  $i$  to  $j$  where

$$i \in \{A, B, C\}$$

$$j \in \{P, Q, R, S\}$$

$$x_{ij} \geq 0$$

Minimise:

$$C = 7x_{AP} + 8x_{AQ} + 6x_{AR} + 3x_{AS} + 5x_{BP} + 7x_{BQ} + 9x_{BR} + 5x_{BS} + 6x_{CP} + 8x_{CQ} + 8x_{CR} + 4x_{CS}$$

Subject to:

$$x_{AP} + x_{AQ} + x_{AR} + x_{AS} \leq 14$$

$$x_{AP} + x_{BP} + x_{CP} \geq 15$$

$$x_{BP} + x_{BQ} + x_{BR} + x_{BS} \leq 12$$

$$x_{AQ} + x_{BQ} + x_{CQ} \geq 9$$

$$x_{CP} + x_{CQ} + x_{CR} + x_{CS} \leq 16$$

$$x_{AR} + x_{BR} + x_{CR} \geq 11$$

$$x_{AS} + x_{BS} + x_{CS} \geq 7$$