

Transportation Problem

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STUDY MATERIALS

is a special kind of LPP in which goods are transported from a set of sources to set of destinations subject to supply and demand of the sources and destination

Let m be the sources

n be the destination

a_i be supply at the source i

b_j be demand at the destination

C_{ij} be the cost of transportation/unit from source i to destination j .

X_{ij} be the number of units to be transported from the source i to the destination j .

Mathematical model for Transportation problem

$$\text{Min } Z = \sum_{i=1}^m \sum_{j=1}^n C_{ij} X_{ij}^0$$

Source	Destination				Supply
	1	2	...	n	
1	C_{11}	C_{12}	...	C_{1n}	a_1
2	C_{21}	C_{22}	...	C_{2n}	a_2
...
m	C_{m1}	C_{mn}	a_m
	b_1	b_2	...	b_n	
	Demand b_j				

Subject

$$\sum_{j=1}^n X_{ij}^0 \leq a_i \quad i = 1, 2, 3, \dots, m$$

$$\sum_{i=1}^m X_{ij}^0 \geq b_j \quad j = 1, 2, 3, \dots, n$$

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Balanced transportation: If the supplies of all the sources is equal to the sum of the demands of all the destination

$$\sum_{i=1}^m a_i = \sum_{j=1}^n b_j$$

Unbalanced: $\sum_{i=1}^m a_i \neq \sum_{j=1}^n b_j$

	Destination			
	1	2	3	Supply
Source 1	30	50	15	300
Source 2	35	70	20	200
Source 3	20	45	60	500
Demand	300	200	400	900/1000

$$\sum_{i=1}^3 a_i \neq \sum_{j=1}^3 b_j$$

	Destination				
	1	2	3	4	Supply
Source 1	30	50	15	0	300
Source 2	35	70	20	0	200
Source 3	20	45	60	0	500
Demand	300	200	400	100	1000

Methods to solve the Transportation Problem

(3)

→ North west corner

→ Least cost cell method

→ Vogel's approximation method / penalty method

NWC:

	Destination				
	1	2	3	4	
Source	1	2	3	4	Supply
1	3	1	7	4	300
2	2	6	5	9	400
3	8	3	3	2	500
Demand	250	350	400	200	

1	7	4	500
6	5	9	400
3	3	2	500
300	400	200	

6	5	9	400
3	3	2	500
300	400	200	

500	9	1000	200
3	2	500	500
400	200	300	200

4

	250	50		
3	1	7	4	
		500	100	
2	6	5	9	
			300	200
8	3	3	2	

Total cost = $3 \times 250 + 6 \times 300 + 5 \times 100 + 3 \times 300 + 2 \times 200 = 4400 \text{ ₹}$

Least cost cell Method:

	Destination				
Source	120				Supply
	4	6	8	8	40 20
	6	8	6	7	60
	5	7	6	8	50
Demand	20	30	50	50	150
	0				150

	120			
	6	8	8	20 0
	8	6	7	60
	7	6	8	50
	30	50	50	
	0			

If there is a tie choose ~~row~~ box whose demand is ~~min~~

400
270
150

6

8	6 50	7	60/50
7	6	8	60
10	50	50	

Vogel Approximation:

penalty
Row diff

	1	2	3	4	Supply				
1	5	1 300	7	4	300 0	2	(3)	-	-
2	2 250	6	5	9 150	400 150	(3)	1	1	-
3	8	3	3	2 200	500 300	1	1	1	1
demand	250	350 50	400	200 50	1200 1200				
column diff	1	2	2	2					
	-	2	2	2					
		3	2	(7)					

6	5 150	1	-
50 3	200 3	300 250	0
50	400 250		
(3)	2		
	2		

5 150	150 0
150	0

Initial basic feasible solution

VAM

		<u>300</u>			300
	3	1	7	4	
	<u>250</u>		<u>150</u>		
	2	6	5	9	400
		<u>50</u>	<u>250</u>	<u>200</u>	
	8	3	3	2	500
	250	350	400	200	

Total cost:

$1 \times 300 + 2 \times 250 + 5 \times 150 + 3 \times 50 + 3 \times 250 +$
 $2 \times 200 = \text{R. } 2850.$

U-V Method: (MODI Method)

		1	2	3	4	
		<u>250</u>	<u>50</u>			
	3	1	7	4		300
		<u>300</u>	<u>100</u>			
	2	6	5	9		400
			<u>300</u>	<u>200</u>		
	8	3	3	2		500
	250	350	400	200		

Application of NWC the initial basic feasible solution obtained.

$3 \times 250 + 1 \times 50 + 6 \times 300 + 5 \times 100 + 3 \times 300 +$
 $2 \times 200 = 4400$

Application of U-V method to optimize

the sol.
 $v_1 = 3$ $v_2 = 1$ $v_3 = 0$ $v_4 = -1$

$u_1 = 0$	250	50		
	3	1	7	4
$u_2 = 5$		300	100	
		6	5	9
$u_3 = 3$			300	200
	8	3	3	2

$u_1 + v_1 = 0$
 $u_2 + v_2 = 5$
 $u_3 + v_3 = 3$
 $0 + v_1 = 6$
 $v_1 = 6$
 $u_1 + v_1 = 6$
 $u_2 + v_2 = 6$
 $v_2 = 6$
 $u_3 + v_3 = 6$
 $v_3 = 6$
 $u_4 + v_4 = 7$
 $u_1 + v_4 = 7$
 $u_2 + v_4 = 7$
 $u_3 + v_4 = 7$
 $u_4 + v_4 = 7$

The no. of basic cell in the set is equal to $m+n-1 = 3+4-1 = 6$
 finding of U and v - $c_i + v_j = c_{ij}$

$u_1 + v_1 = 6$
 $u_2 + v_2 = 6 - 5 = 1$
 $u_3 + v_3 = 6 - 0 = 6$
 $u_4 + v_4 = 7$
 $u_1 + v_4 = 7$
 $u_2 + v_4 = 7$
 $u_3 + v_4 = 7$
 $u_4 + v_4 = 7$
 q_{ij} = allocated cell
 $m+n-1 = 6$
 $3+4-1 = 6$

penalties for non basic cells

$P_{ij} = u_i + v_j - c_{ij}$

- $C_{13} = 0 + 0 - 7 = -7$
- $C_{14} = 0 + 1 - 4 = -5$
- $C_{21} = 5 + 3 - 2 = 6$
- $C_{24} = 5 + 1 - 9 = -5$
- $C_{31} = 3 + 3 - 8 = -2$
- $C_{32} = 3 + 1 - 3 = 1$

$u_1 + v_1 = 3$
 $0 + v_1 = 3$
 $v_1 = 3$
 $u_1 + v_2 = 1$
 $u_1 + v_3 = 7$
 $u_2 + v_1 = 6$
 $u_2 + v_2 = 6$
 $u_2 + v_3 = 0$

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$v_1 = -3, v_2 = 1, v_3 = 0, v_4 = -1$

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STUDY RIDGES

		300		
$u_1 = 0$	3	1	7	4
	250	50	100	
$u_2 = 5$	2	6	15	9
			300	200
$u_3 = 3$	8	3	3	2

$P_{ij} = u_i + v_j - C_{ij}$

$C_{11} = 0 - 3 - 3 = -6$

$C_{13} = 0 + 0 - 7 = -7$

$C_{24} = 5 - 1 - 9 = -5$

$C_{14} = 0 - 1 - 4 = -5$

$C_{34} = 3 - 3 - 8 = -8$

$C_{32} = 3 + 1 - 3 = 1$

The solution in the table is not optimal because the highest of generality of non-basics.

$v_1 = -2, v_2 = 1, v_3 = 1, v_4 = 0$

		300		
$u_1 = 0$	3	1	7	4
	250		150	
$u_2 = 4$	2	6	5	9
		50	250	200
$u_3 = 2$	8	3	3	2

$C_{11} = 0 - 2 - 3 = -5$

$C_{24} = 4 + 0 - 9 = -5$

$C_{13} = 0 + 1 - 7 = -6$

$C_{31} = 2 + 1 - 8 = -5$

$C_{14} = 0 + 0 - 4 = -4$

$C_{22} = 4 + 1 - 6 = -1$

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Hence optimality is Reached.

Values are negative.

Total cost =

$$= 1 \times 300 + 2 \times 250 + 5 \times 150 + 3 \times 50 + 3 \times 250 + 2 \times 200 = \text{Rs. } 2850$$

follow

	1	2	3	4	5	
1	10 20			15	9	25 5
2	5	10	15	2	4	30
3	15	5	14	7	15	20
4	20	15	13	8	8	30
	20 0	20	30	10	25	105

The

is

	5	3	15	9	5
	10	15	2	4	30
	5	14	7	15	20
	15	13	8	8	30
	20 30	10	25		
	15				

15	10	15	2	4	
5	14	7	15	20	
15	13	8	8	30	
15	30	10	25		

15	2	4	15	20
14	7	15	20	
13	8	8	30	
30	10	25		

15	14	7	15	20
13	8	8	20	
15	10	25		

7	15	15	0
8	8	30	
10	25		

15	25	20	0
8	8	20	
10	25		

Stepping Stone Method

	1	2	3	Supply
1	2	7	4	5
2	3	3	11	8
3	5	4	7	7
Demand	7	9	18	34

	1	2	3	Supply
1	2	7	4	5
2	3	3	11	8
3	5	4	7	7
Demand	7	9	18	34

Total Cost = $2 \times 5 + 3 \times 2 + 3 \times 6 + 4 \times 3 + 7 \times 4 + 2 \times 11$

= $10 + 6 + 18 + 12 + 28 + 22$

= $46 + 56$

= $102/-$

-1	5	4	1
2	2	3	6
3	4	7	4
5	6	2	4

$$\Rightarrow +1 - \cancel{3} + \cancel{3} - 2 = 5$$

-2	7	4
3	3	6
5	4	3
1	6	2

$$= +4 - 2 + 3 - 3 + 4 - 7$$

$$\Rightarrow 8 - 9 \Rightarrow -1$$

2	5	7	4
3	3	6	1
5	4	3	7
1	6	2	4

$$+1 - 3 + 4 - 7 = -5$$

2	5	7	4
3	3	6	1
5	4	3	7
1	6	2	4

$$+5 - \cancel{3} + \cancel{3} - 4 = 1$$

2	5	7	4
3	3	6	1
5	4	3	7
1	6	2	4

$$+1 - \cancel{3} + \cancel{3} - 4 + 7 - 2 \Rightarrow 2$$

1 2 3

1	2	3	
2	3	1	+
5	4	7	14
1	6	2	14

2	5	7	+	4
3	2	3	2	14
5	4	7	7	14
1	6	2	14	

7-2+3-3

56
10
78

Total cost = $2 \times 5 + 3 \times 2 + 3 \times 2 + 4 \times 7 + 2 \times 14$
 $= 10 + 6 + 6 + 28 + 28$
 $= 78$

Since Relocation in any other
 unoccupied cell cannot decrease
 transportation cost -

Assignment problem is a special kind of transportation problem in which each source should fulfill the demand of any of the destinations. In other words any operator should be able to perform any job regardless of his skills although the cost will be more if the job 'control' match with the worker's skill.

General format of AP operators.

	1	2	...	j	...	m
1	t_{11}	t_{12}	...	t_{1j}	...	t_{1m}
2	t_{21}	t_{22}	...	t_{2j}	...	t_{2m}
...
i	t_{i1}	t_{i2}	...	t_{ij}	...	t_{im}
...
m	t_{m1}	t_{m2}	...	t_{mj}	...	t_{mm}

m be the number of jobs, and operators
 t_{ij} be the assigned processing time of the job i
 if it is assigned to operator j .

Main objective is assign the jobs to the operators such that total processing time is minimized.

Objective function

$$\text{Minimize } Z = \sum_{i=1}^m \sum_{j=1}^m t_{ij} x_{ij}$$

t_{ij} - processing time.

$x_{ij} = 1$ if the row i assigned to the column j
 $= 0$ otherwise

Subject

$$\sum_{j=1}^3 x_{ij} = 1$$
$$\sum_{i=1}^3 x_{ij} = 1$$

$$i = 1, 2, 3, \dots, m$$

$$j = 1, 2, \dots, m$$

Eg/1:

	1	2	3	4	5
1	10	12	15	12	8
2	7	16	14	14	11
3	13	14	7	9	9
4	12	10	11	13	10
5	8	13	15	11	15

Develop a zero-one programming model.

Sol let $x_{ij} = 1$ if the job i is assigned to the operator j .
 $x_{ij} = 0$ otherwise

Minimize $Z = 10x_{11} + 12x_{12} + 15x_{13} + 12x_{14} + 8x_{15}$

subject to

$$x_{11} + x_{12} + x_{13} + x_{14} + x_{15} = 1$$

$$x_{ij} = 0 \text{ or } 1, \quad i = 1, 2, 3, 4, 5 \quad j = 1, 2, 3, 4, 5$$

Hungarian Method?

operator

	1	2	3	4	5	Row min
1	10	12	15	12	8	8
2	7	16	14	14	11	7
3	13	14	7	9	9	7
4	12	10	11	13	10	10
5	8	13	15	11	15	8

job

the row Reduction are carried out. operator

Phase: I

	1	2	3	4	5
1	2	4	7	4	0
2	0	9	7	7	4
3	6	7	0	2	2
4	2	0	1	0	0
5	0	5	7	3	7

job

the column Reduction is carried out.

	1	2	3	4	5
1	2	4	7	2	0
2	0	9	7	5	4
3	6	7	0	0	2
4	2	0	1	1	0
5	0	5	7	1	7

Matrix after column Reduction.

In the next phase the optimum solution is obtained in an interactive manner.

Iteration 1:
Row scanning columns.

	1	2	3	4	5
1	2	4	7	2	0
2	0	9	7	5	4
3	6	7	0	0	2
4	2	0	1	1	0
5	0	5	7	1	7

	1	2	3	4	5
1	2	4	7	2	0
2	0	9	7	5	4
3	6	7	0	0	2
4	2	0	1	1	0
5	0	5	7	1	7

The no. of squares marked \neq no. of rows.
4 \neq 5

The optimality not reached.

Iteration 2:

	1	2	3	4	5
1	2	4	6	2	0
2	0	9	6	5	4
3	1	8	0	6	3
4	2	0	0	0	0
5	0	5	6	0	7

5 = 5

Optimal solution

Job	operator	Time
1	5	8
2	1	7
3	3	7
4	2	10
5	4	11

21
14

35
98

73

21
14

35

Total processing time = 43 hrs

Consider the problem of assigning four sales persons to four different sales Region such that the total sales is maximized. find the optimal allocation of sales person to different region

	1	2	3	4
1	10	22	12	14
2	16	18	22	10
3	24	20	12	18
4	16	14	24	20

$$\frac{24}{8} = 3$$

$$\frac{24}{18} = \frac{4}{3}$$

Minimizing the total cost of assignment
The maximum is

convert the max into usual minimization

The maximum value from the matrix is 24 and subtract 24 from each value from the matrix.

	1	2	3	4	min Row value
1	14	2	12	10	2
2	8	6	2	14	2
3	0	4	12	6	0
4	8	10	0	4	0

Row Reduction:

12	0	10	8
6	4	0	12
0	4	12	6
8	10	0	4

Column Reduction :

	1	2	3	4
1	12	0	10	4
2	6	4	10	8
3	0	4	12	2
4	8	10	9	0

The no^r of cells marked with square is 4 which is equal to no^r of rows of the matrix. Hence the solution is feasible and optimal.

The sale assigned

- 1 - 2 \Rightarrow 22
- 2 - 3 \Rightarrow 22
- 3 - 1 \Rightarrow 24
- 4 - 4 \Rightarrow 20

Max profit = Rs. 88 lakh.

Problems with restrictions :

Solve for optimal Assignment (cost min.)

In the modification of a plant layout of a factory four new machines M_1, M_2, M_3, M_4 location are to be installed in a machine shop. There are five vacant locations A, B, C, D & E available.

Because of limited space machine M_2 cannot be placed at C and M_3 cannot be placed at A. The cost of placing the machines to these locations is shown in matrix.

find the optimal assignment schedule.

Machines	Locations				
	A	B	C	D	E
M_1	9	11	15	10	11
M_2	12	9	—	10	9
M_3	—	11	14	11	7
M_4	14	8	12	7	8

Step 1:

	A	B	C	D	E
M ₁	9	11	15	10	11
M ₂	12	9	∞	10	9
M ₃	∞	11	14	11	7
M ₄	14	8	12	7	8

Step 2: The no^r of machines \neq no^r of cost
 add a dummy row.

	A	B	C	D	E
M ₁	9	11	15	10	11
M ₂	12	9	∞	10	9
M ₃	∞	11	14	11	7
M ₄	14	8	12	7	8
M ₅	0	0	0	0	0

Row reduction.

Step 3:

	A	B	C	D	E
M ₁	0	2	6	1	2
M ₂	3	0	∞	1	0
M ₃	∞	4	7	4	0
M ₄	7	1	5	0	1
M ₅	0	0	0	0	0

Column
Reduction

	A	B	C	D	E
M_1	0	2	6	1	2
M_2	3	0	8	1	0
M_3	8	4	7	4	0
M_4	7	1	5	0	1
M_5	0	0	0	0	0

	A	B	C	D	E
M_1	0	2	6	1	2
M_2	3	0	8	1	0
M_3	8	4	7	4	0
M_4	7	1	5	0	1
M_5	0	0	0	0	0

$$M_1 \rightarrow A = 9$$

$$M_2 \rightarrow B = 9$$

$$M_3 \rightarrow E = 7$$

$$M_4 \rightarrow D = 7$$

$$M_5 \rightarrow C = 0$$

$$\underline{\underline{\text{Total cost} = 32}}$$