



OPERATIONAL RESEARCH

Section 7



Section 7: Transportation Model

Objective: To minimize the transportation cost.

- The values in the table cells represents the cost of transportation between different sources and different destinations.

- Decision Variables: X_{ij}

↳ No. of items transferred from source "I" to destination "J"

- Objective Function: $Z = \sum C_{ij} \cdot X_{ij}$

- The problem should be **Balanced** to start solving the problem.

To make it **Balanced**

→ Add Dummy Destination "IF Demand < Supply"

→ Add Dummy Source "IF Supply < Demand"

To Get IBFS, there is 3 ways to solve:

1 North west Corner method

2 Least Cost method

3 Vogel method.

Problem 1

	D1	D2	D3	
S1	5	1	0	20
S2	3	2	4	10
S3	7	5	2	15
S4	9	6	0	15
Demand	5	10	15	

□ Balanced Condition

→ Total Supply = 60

→ Total Demand = 30

Supply > Demand

Add "Dummy Destination" with demand value = $60 - 30 = 30$

	D1	D2	D3	D4	
S1	5	1	0	0	20
S2	3	2	4	0	10
S3	7	5	2	0	15
S4	9	6	0	0	15
Demand	5	10	15	30	

↖ Dummy Destination

Using North West method:

Start

	D1	D2	D3	D4	
S1	5			20	15
S2				10	
S3				15	
S4				15	
	5	10	15	30	

0

	D1	D2	D3	D4	
S1	5 →	10			15
S2					10
S3					15
S4					15
	0	10	15	30	

	D1	D2	D3	D4	
S1	5 →	10 →	5		5
S2					10
S3					15
S4					15
	0	0	15	30	

	D1	D2	D3	D4	
S1	5 →	10 →	5		0
S2			10		10
S3					15
S4					15
	0	0	15	30	

Col 1 ← Row 1
 Row 2 ← Col 3

	D1	D2	D3	D4	
S1	5 →	10 →	5		0
S2			10		0
S3			5		15
S4					15
	0	0	0	30	

	D ₁	D ₂	D ₃	D ₄	
S ₁	5	10	0	0	0
S ₂	0	0	0	0	0
S ₃	0	0	0	15	0
S ₄	0	0	0	0	15
	0	0	0	15	15

	D ₁	D ₂	D ₃	D ₄	
S ₁	5	10	5	0	0
S ₂	0	0	0	0	0
S ₃	0	0	0	15	0
S ₄	0	0	0	0	15
	0	0	0	15	15

if all demand equal
(Demand = Supply = 0)

$$Z = (5 \times 5) + (10 \times 1) + (5 \times 0) + (10 \times 1) + (0 \times 2) + (15 \times 0) + (15 \times 0)$$

$$= 75$$

Note → North west method is the worst as we choose the cell whatever its cost which is wrong

Using "Vogel" Methods

Steps of solution:

1. Diff. between 2 least costs in Row/col
2. Select max. diff
3. Allocate in least cost cell.
4. if \exists only one source or only one destination allocate in least cost cell.

	D1	D2	D3	D4		
S1	5	1	0	0	20	0
S2	3	2	4	0	10	10
S3	7	5	2	0	15	2
S4	9	6	0	0	15	0
	5	10	15	36 20		
	2	1	0	0		

2 → Max

	D1	D2	D3	D4		
S1	5	1	0	0	20	10
S2	3	2	4	0	10	0
S3	7	5	2	0	15	2
S4	9	6	0	0	15	0
	5	10 10	15	20		
	2	4	0	0		

	D1	D2	D3	D4		
S1	5	10	0	0	15	0
S2	0	0	4	0	10	X
S3	7	5	2	0	15	2
S4	9	6	0	0	15	0

8 0 15 20
 2 X 0 0

	D1	D2	D3	D4		
S1	5	10	0	0	5	0
S2	0	0	4	0	10	X
S3	7	5	2	0	15	15 12
S4	9	6	0	0	15	0

0 0 15 20
 X X 0 0

	D1	D2	D3	D4		
S1	5	10	0	0	15	10
S2	0	0	4	0	10	X
S3	7	5	2	0	15	X
S4	9	6	0	0	15	0

0 X 0 X 15 5
 0 0 0 5

	D1	D2	D3	D4		
S1	5 5	1 10	0 5	0	0	X
S2	0	2	4	0 10	0	X
S3	7	5	2	0 15	0	X
S4	9	6	0 10	0	15 5	10
	0	0	0 10	5		
	X	X	0	0		

	D1	D2	D3	D4		
S1	5 5	1 10	0 5	0	0	X
S2	0	2	4	0 10	0	X
S3	7	5	2	0 15	0	X
S4	9	6	0 10	0 5	5 0	0
	0	0	0	5 0		
	X	X	0	0		

$$\begin{aligned}
 Z &= (5 \times 5) + (1 \times 10) + (0 \times 5) + (0 \times 10) + (0 \times 15) + (0 \times 10) + (0 \times 5) \\
 &= 25 + 10 = 35
 \end{aligned}$$

Basic variables = # Sources + # Destinations - 1

Steps of Solutions: "Optimal Solution"

1. For B.V $\rightarrow C_{ij} = u_i + v_j$

2. For Non-B.V $\rightarrow C_{ij} = -u_i - v_j$

3. If all " $C_{ij} - u_i - v_j$ " $\geq 0 \rightarrow$ Optimal

else, select most Negative value "E_v"

بیشترین منفی و بدترین را انتخاب کنید

4. Loop

Conditions of loop:

\rightarrow Horizontal and vertical lines.

\rightarrow Start and end E_v

\rightarrow Least no. of cells = 4

\rightarrow No 3 cells consecutive in Row/Col.

\rightarrow # cells should be even.

E_v is Non-Basic to Basic

\rightarrow So, we add +ve sign.

Example 1

	D ₁	D ₂	D ₃	D ₄	Supply	
S ₁	0	2	20	11	0	15
S ₂	12	7	9	20	10	25
S ₃	4	14	16	18	5	10
	5	15	15	15		

	D ₁	D ₂	D ₃	D ₄	U _i	
S ₁	0 (0-11+14) = (3)	2	20 (20-11+11) = (20)	11	0	11-0=11
S ₂	12 (12-20+14) = (6)	7 (7-20+9) = (-4)	9	20	10	20-0=20 "C _{ij} =U _i +U _j "
S ₃	4	14 (14-18+9) = (5)	16 (16-18+11) = (9)	18	5	18-0=18

U_j -14 2-11=-9 -11 0

	D ₁	D ₂	D ₃	D ₄	U _i	
S ₁	0 (3)	2	20 (20)	11	0	11
S ₂	12 (6)	7 (-4)	9	20	10	20
S ₃	4	14 (5)	16 (9)	18	5	18
	-14	-9	-11	0		

Loop = 4 cells
E.V. = -4

Donors = 15, 10 → Min(15, 10) = 10
So, 10 is D₄

	D_1	D_2	D_3	D_4	u_i
S_1	0	2 15-10 = 5	20	11 0+10 = 10	11
S_2	12	7 10	9 15	26	20
S_3	4 5	14	16	18 5	18

u_j -14 -9 -11 0

Another examples "Cost Optimal Solution"

	D ₁	D ₂	D ₃	D ₄	U _i
S ₁	5 (0)	11 (0)	5 (0)	5 (0)	0 - 0 = 0
S ₂	3 (2)	11 (1)	11 (4)	10 (0)	0 - 0 = 0
S ₃	11 (2)	5 (4)	5 (2)	15	0 - 0 = 0
S ₄	9 (4)	5 (5)	10 (0)	5 (0)	0 - 0 = 0

U_j: 5-0=5 1-0=1 0-0=0 0

Entry Variable = 5

Donors "-ve" = (5, 10, 10)

↳ Minimum = 5 → Depart

depart

	D ₁	D ₂	D ₃	D ₄
S ₁	10	10	10	(5)
S ₂	11	(1)	(4)	10
S ₃	(3)	(4)	(5)	15
S ₄	(4)	(5)	10	10