

## BLOCK 4

Master en Planification des Transports

L'Ecole Nationale Supérieure des Travaux Publics de Yaoundé

# Applied Operations Research & Mathematics in Transportation and Distribution Logistics



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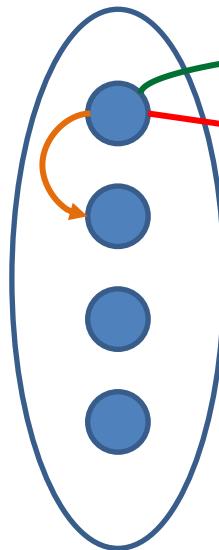
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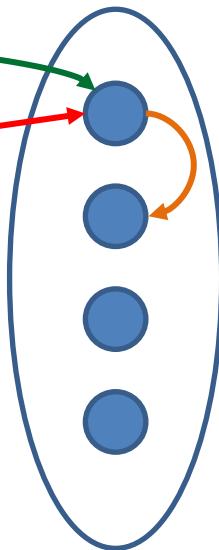
# Classification of Transportation Problems

Supply / Source Nodes



$b > 0$

Demand / Destination Nodes



$b < 0$

Intermediate Nodes

$c_{ij}, u_{ij}$

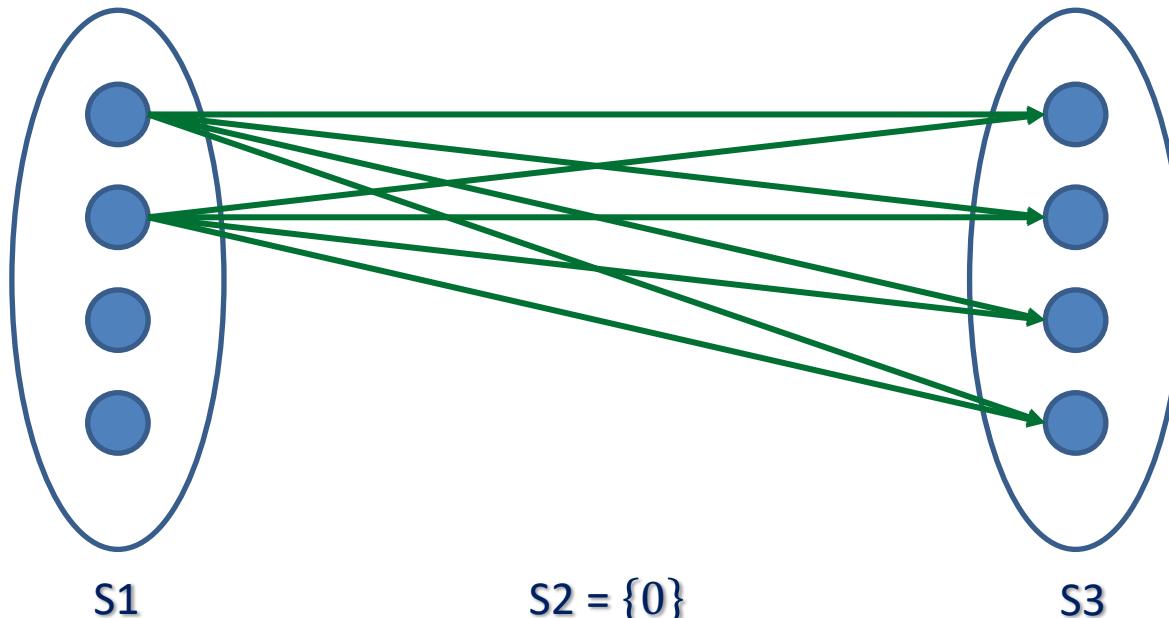
$u_{ij} = \infty$

$u_{ij} \neq \infty$

# Classification of Transportation Problems



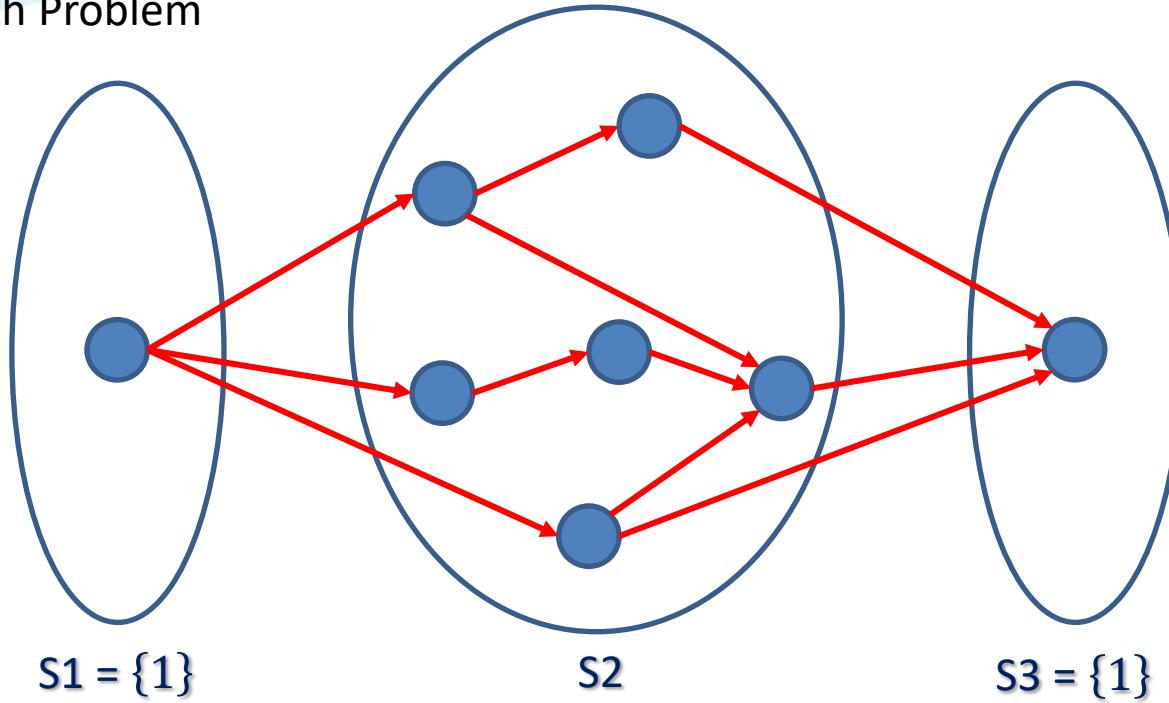
# Transportation Problem



### No intermediate point/facility

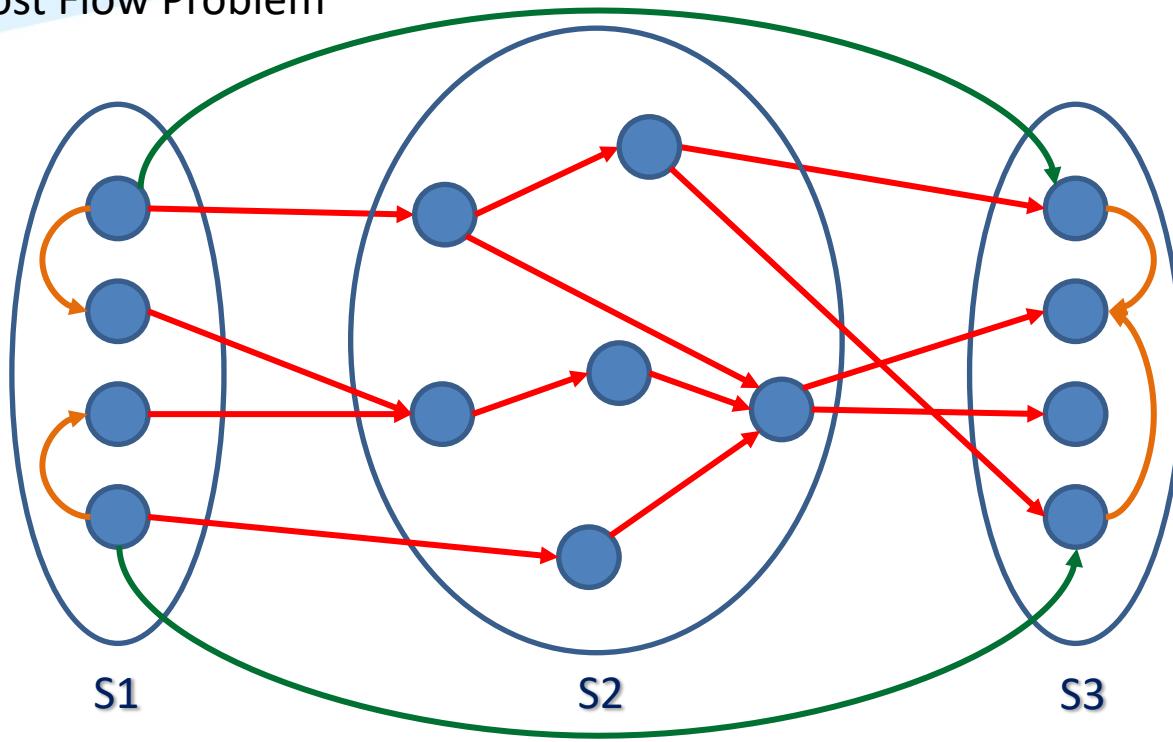
# Classification of Transportation Problems

Shortest Path Problem



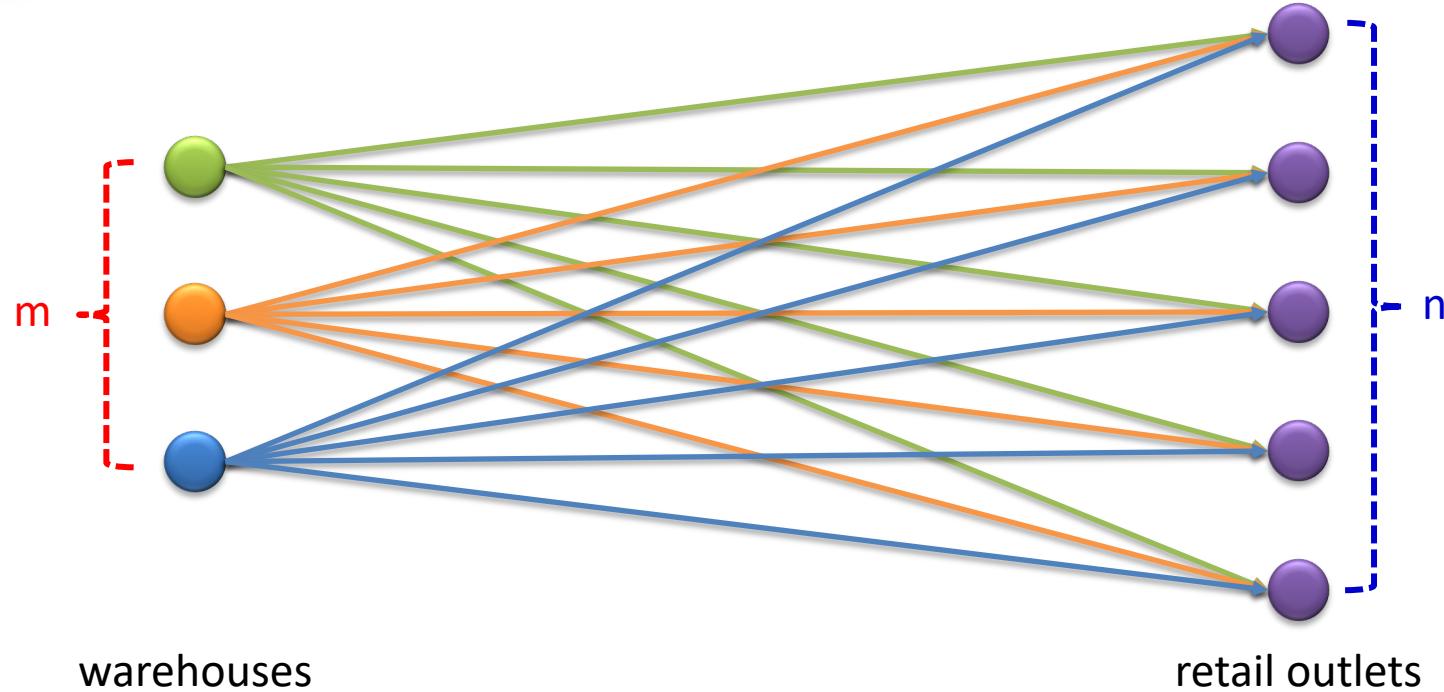
# Classification of Transportation Problems

Minimum Cost Flow Problem



# Classification of Transportation Problems

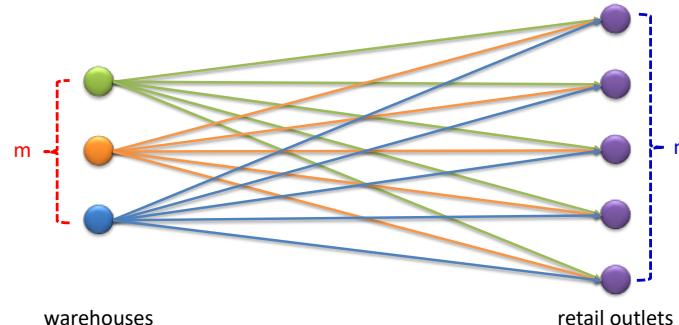
## Standard Transportation Problem (An LP Formulation)



# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

- The total supply of the product from warehouse  $i$  is  $a_i$ , where  $i = 1, 2, \dots, m$ .
- The total demand for the product at outlet  $j$  is  $b_j$ , where  $j = 1, 2, \dots, n$ .
- The cost of sending one unit of the product from warehouse  $i$  to outlet  $j$  is equal to  $c_{ij}$ , where  $i = 1, 2, \dots, m$  and  $j = 1, 2, \dots, n$ . The total cost of a shipment is linear in the size of the shipment

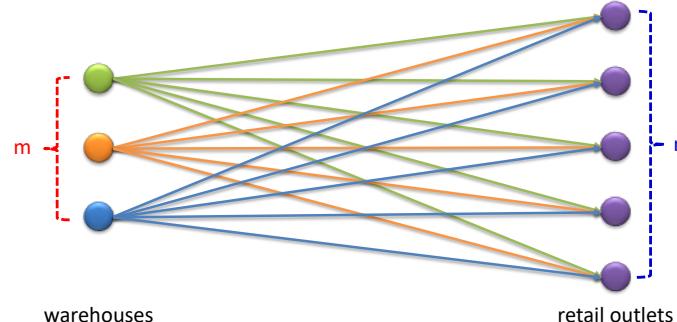


# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

### The Decision Variables

$x_{ij}$  = the size of the shipment from warehouse  $i$  to outlet  $j$ , where  $i = 1, 2, \dots, m$  and  $j = 1, 2, \dots, n$ . This is a set of  $m \times n$  variables.

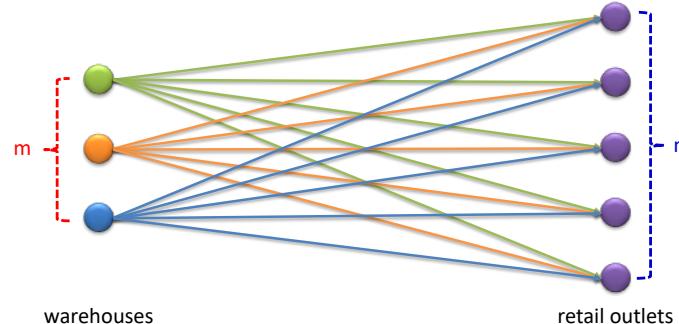


# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

Minimize

$$\sum_{i=1}^m \sum_{j=1}^n c_{ij} x_{ij}$$



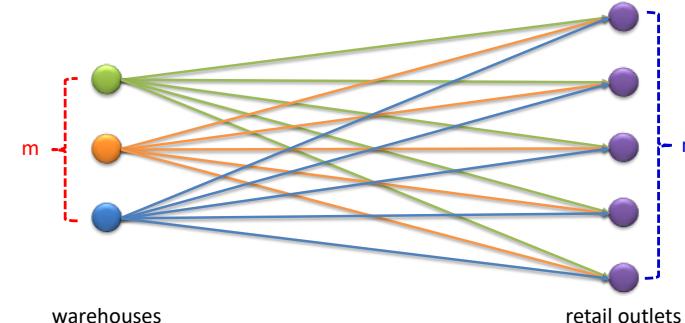
# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

### The Constraints

Since the total supply from warehouse  $i$  is  $a_i$ , the total outgoing shipment cannot exceed  $a_i$ . That is, we must require

$$\sum_{j=1}^n x_{ij} \leq a_i, \quad \text{for } i = 1, 2, \dots, m.$$



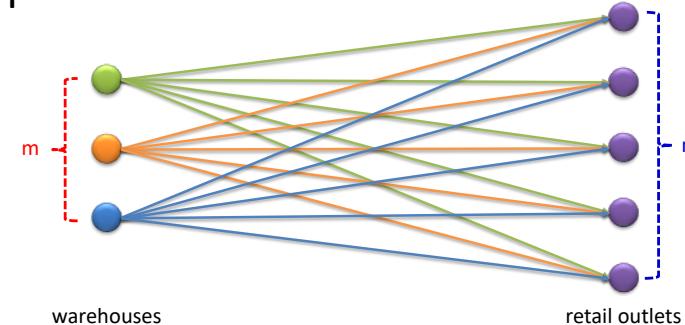
# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

### The Constraints

Since the demand at outlet  $j$  is  $b_j$ , the total incoming shipment should not be less than  $b_j$ . That is, we must require

$$\sum_{i=1}^m x_{ij} \geq b_j, \quad \text{for } j = 1, 2, \dots, n.$$



# Classification of Transportation Problems

## Standard Transportation Problem (An LP Formulation)

### LP Formulation

Minimize

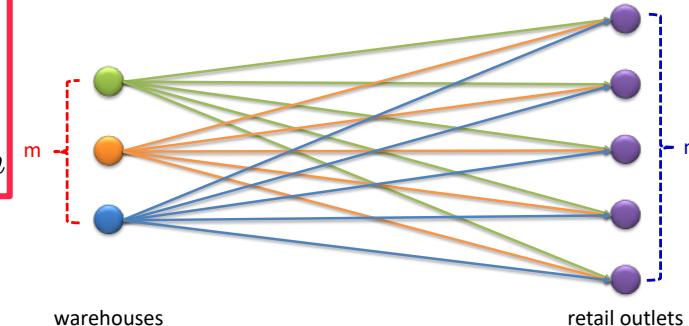
$$\sum_{i=1}^m \sum_{j=1}^n c_{ij} x_{ij}$$

Subject to:

$$\sum_{j=1}^n x_{ij} \leq a_i \quad \text{for } i = 1, 2, \dots, m$$

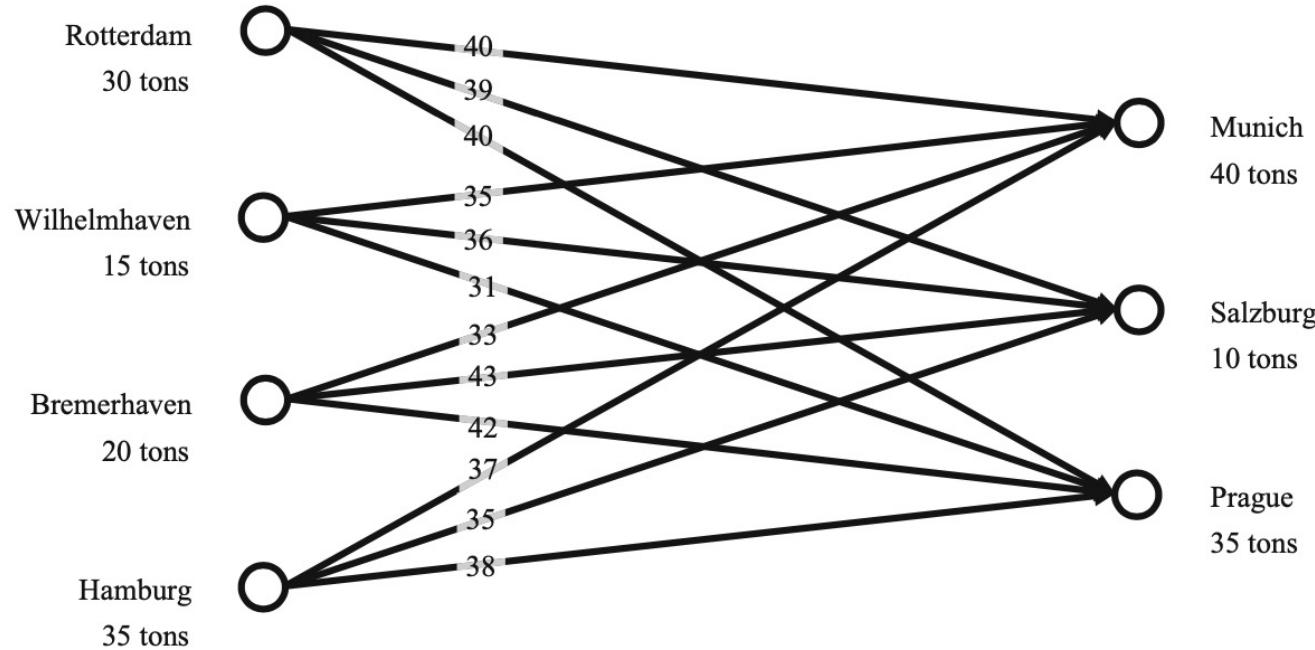
$$\sum_{i=1}^m x_{ij} \geq b_j \quad \text{for } j = 1, 2, \dots, n$$

$$x_{ij} \geq 0 \quad \text{for } i = 1, 2, \dots, m \text{ and } j = 1, 2, \dots, n$$



# Classification of Transportation Problems

## Standard Transportation Problem



# Classification of Transportation Problems

## Transportation Problem

$$\min 40x_{11} + 39x_{12} + 40x_{13} + 35x_{21} + 36x_{22} + 31x_{23} + 33x_{31} + 43x_{32} + 42x_{33} + 37x_{41} + 35x_{42} + 38x_{43}$$

*Subject to:*

$$x_{11} + x_{12} + x_{13} \leq 30$$

$$x_{21} + x_{22} + x_{23} \leq 15$$

$$x_{31} + x_{32} + x_{33} \leq 20$$

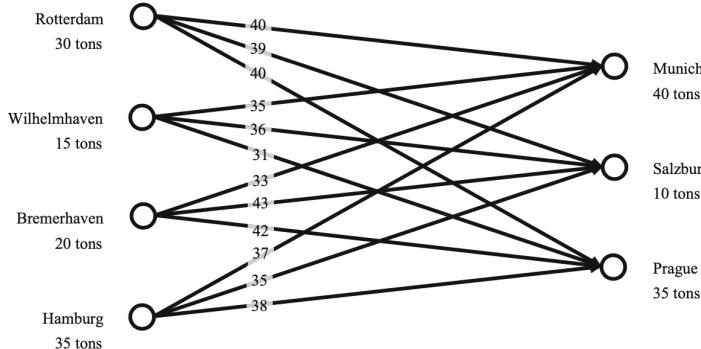
$$x_{41} + x_{42} + x_{43} \leq 35$$

$$x_{11} + x_{21} + x_{31} + x_{41} \geq 50$$

$$x_{12} + x_{22} + x_{32} + x_{42} \geq 30$$

$$x_{13} + x_{23} + x_{33} + x_{43} \geq 50$$

$$x_{ij} \geq 0$$



# Classification of Transportation Problems

## Transportation Problem

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### 1. Identifying a basic feasible solution (Construction methods)

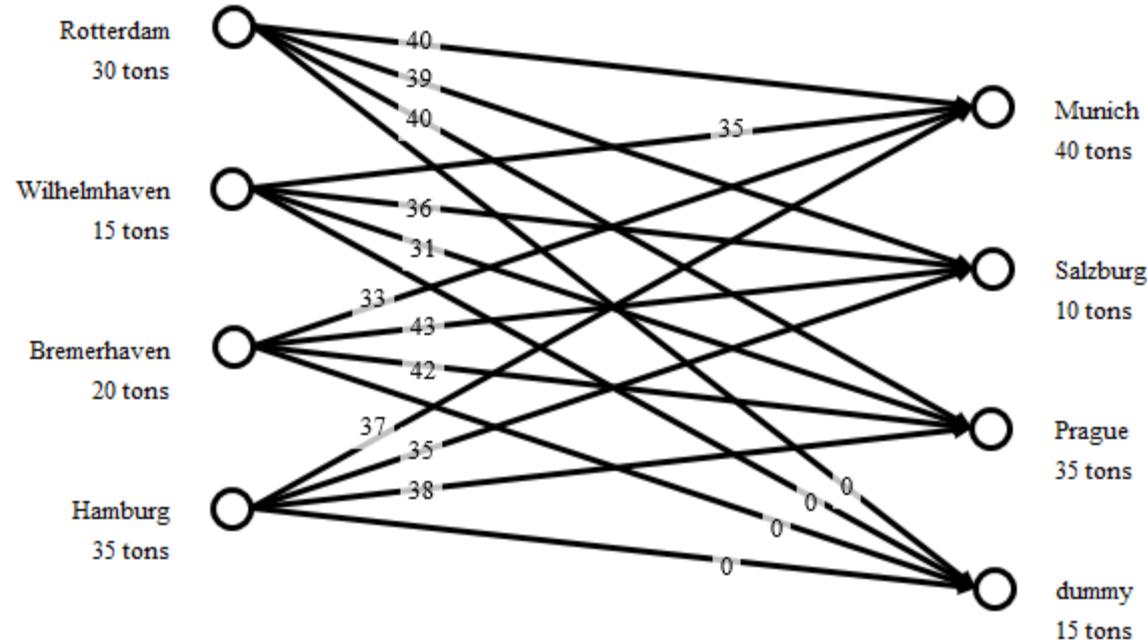
- North-west corner method
- Min cost method
- Penalty cost (Vogel's approximation)

### 2. Optimal solution (Improving methods)

- Stepping stone
- MODI (Modified distribution)

# Classification of Transportation Problems

## Standard Transportation Problem



# Classification of Transportation Problems

## Transportation Problem

4	6	8	8
6	8	6	7
5	7	6	8

20      30      50      50

40  
60  
50

# Classification of Transportation Problems

## Transportation Problem

$$\min 4x_{11} + 6x_{12} + 8x_{13} + 8x_{14} + 6x_{21} + 8x_{22} + 6x_{23} + 7x_{24} + 5x_{31} + 7x_{32} + 6x_{33} + 8x_{34}$$

*Subject to:*

$$x_{11} + x_{12} + x_{13} + x_{14} \leq 40$$

$$x_{21} + x_{22} + x_{23} + x_{24} \leq 60$$

$$x_{31} + x_{32} + x_{33} + x_{34} \leq 50$$

$$x_{11} + x_{21} + x_{31} + x_{41} \geq 20$$

$$x_{12} + x_{22} + x_{32} + x_{42} \geq 30$$

$$x_{13} + x_{23} + x_{33} + x_{43} \geq 50$$

$$x_{14} + x_{24} + x_{34} + x_{44} \geq 50$$

$$x_{ij} \geq 0$$

# Classification of Transportation Problems

## Transportation Problem

North-west corner method

4	1	6	2	8		8
	20	20				
6		8	3	6	4	7
	10	10	50	50		
5		7	1	6	1	8
						50
						50

20  
40  
60

10  
50

50

20  
30  
10  
50

$$TC = 4 \times 20 + 6 \times 20 + 8 \times 10 +$$
$$6 \times 50 + 8 \times 50 = 980$$

50

# Classification of Transportation Problems

## Transportation Problem

Min cost method

4 <del>20</del> 1	6 <del>20</del> 2	8 —	8 —
6 	8 	6 <del>50</del> 3	7 <del>10</del> 5
5 	7 <del>10</del> 4	6 	8 <del>40</del> 6

~~40~~  
~~50~~  
~~10~~  
~~50~~  
~~40~~

$$TC = 20 \times 4 + 20 \times 6 + 50 \times 6 + 10 \times 7 + \\ + 10 \times 7 + 40 \times 8 = 360$$

~~20~~  
~~30~~  
~~10~~  
~~50~~  
~~40~~

# Classification of Transportation Problems

## Transportation Problem

Penalty cost (Vogel's approximation)

	$D_1$	$D_2$	$D_3$	$D_4$	$P_1$	$P_2$	$P_3$	$P_4$	$P_5$
$S_1$	4 20	6 20	8	—	20 40	1 1	—	—	—
$S_2$	6 1	8 1	6 10	6 50	10 60	1 1	1 1	1 1	1 —
$S_3$	5 1	7 10 <sup>3</sup>	6 40	4 8	10 50	1 1	1 1	2 —	—

	$P_1$	$P_2$	$P_3$	$P_4$
$P_1$	1 —	1 —	0 1	1 1
$P_2$	—	1 —	0 —	1 1
$P_3$	—	1 —	0 —	1 1
$P_4$	—	—	0 —	1 1

$$TC = 20 \times 4 + 20 \times 6 + 10 \times 7 + 40 \times 6 \\ + 50 \times 7 + 10 \times 6 = 920$$

$$P_5 | - - 6 7$$

# Classification of Transportation Problems

## Transportation Problem

Exercise

N-W Corner

40	47	80
100		
72	36	58
100	100	
24	61	71
	100	200

200  
100  
200  
100  
200

Min-Cost

40	47	80
	100	100
72	36	58
200	200	
24	61	71
200		100

200  
200  
200  
100  
200

40	47	80
72	36	58
24	61	71

200 200 200

100  
200  
300

# Classification of Transportation Problems

## Transportation Problem

### Exercise

40	47	80
72	36	58
24	61	71

200      200      200

100  
200  
300

# Classification of Transportation Problems

## Transportation Problem

### Stepping Stone Method

4	6	8		8
6	8	6	7	
5	7	6	8	40

20      30      50      50

$$\bar{C}_{13} = C_{13} - C_{23} + C_{24} - C_{34} + C_{32} - C_{12} = \\ 8 - 6 + 7 - 8 + 7 - 6 = 2$$

$$\bar{C}_{21} = 2$$

$$\bar{C}_{12} = 2$$

$$\bar{C}_{31} = 0$$

$$\boxed{\bar{C}_{33} = -2}$$

Selected

# Classification of Transportation Problems

## Transportation Problem

### Stepping Stone Method

4 20	6 20	8	8
6	8	6 -θ 50 +θ	7 10 +θ
5	7 10	6 +θ	8 40 -θ

20      30      50      50

$$\bar{C}_{33} = -2$$

Selected

$$\bar{C}_{13} = C_{13} - C_{23} + C_{24} - C_{34} + C_{32} - C_{12} = \\ 8 - 6 + 7 - 8 + 7 - 6 = 2$$

$$\bar{C}_{21} = 2$$

$$\bar{C}_{12} = 2$$

$$\bar{C}_{31} = 0$$

$$\theta = \min \{ 40, 50 \} = 40$$

# Classification of Transportation Problems

## Transportation Problem

### Stepping Stone Method

4 <b>20</b>	6 <b>20</b>	8	8
6	8	6 <b>10</b>	7 <b>50</b>
5	7 <b>10</b>	6 <b>40</b>	8

20      30      50      50

$$\bar{C}_{13} = 3$$

$$\bar{C}_{14} = 2$$

$$\bar{C}_{21} = 1$$

$$\bar{C}_{22} = 1$$

$$\bar{C}_{31} = 0$$

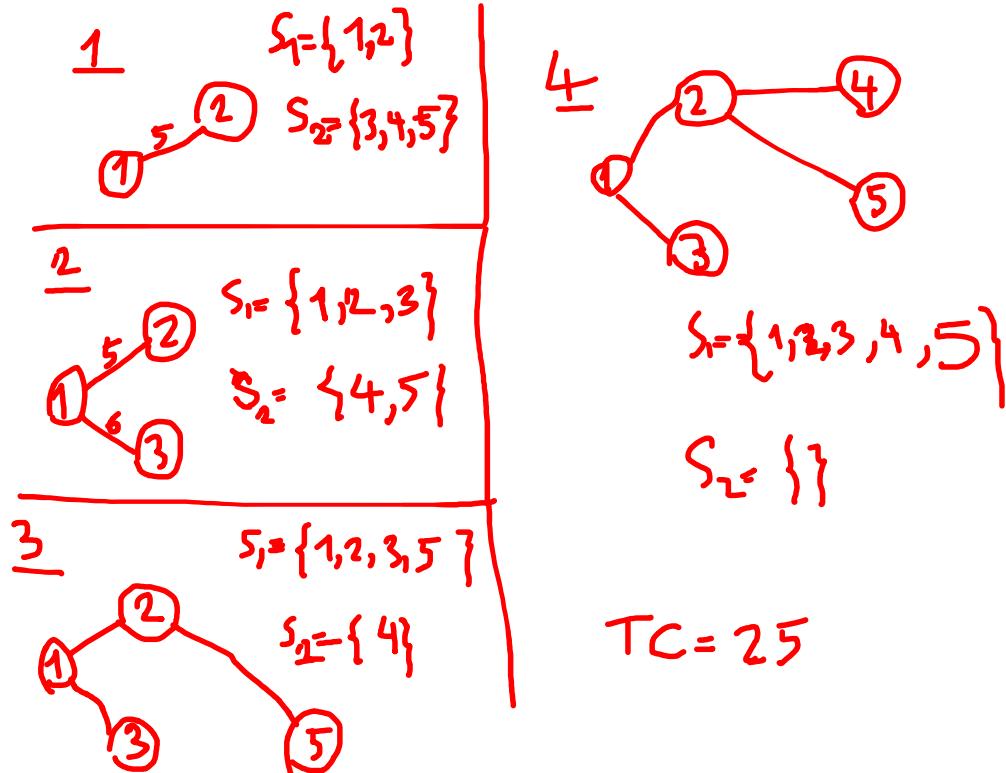
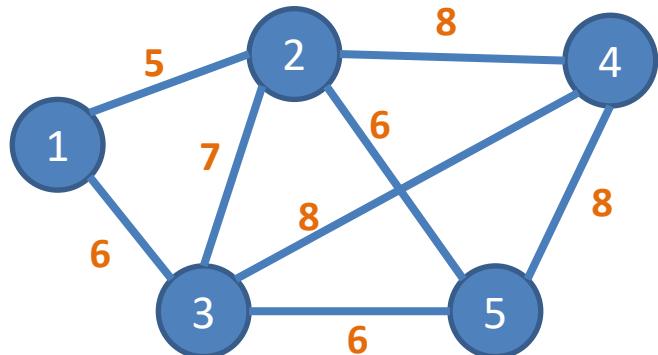
$$\bar{C}_{34} = 1$$

40  
60  
50

all  $\bar{C}_{ij} \geq 0$   $\rightarrow$  Optimal

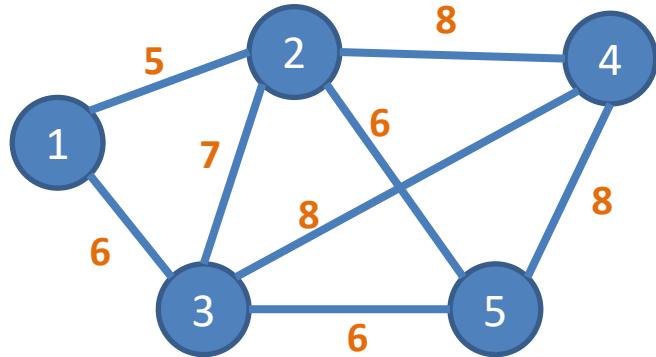
# Classification of Transportation Problems

## Minimum Spanning Tree – Prim's Algorithm



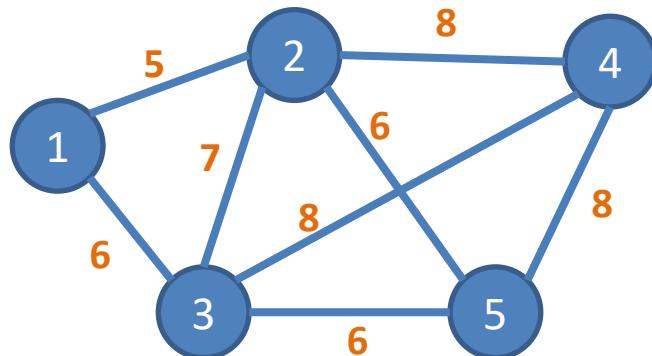
# Classification of Transportation Problems

## Minimum Spanning Tree – Prim's Algorithm

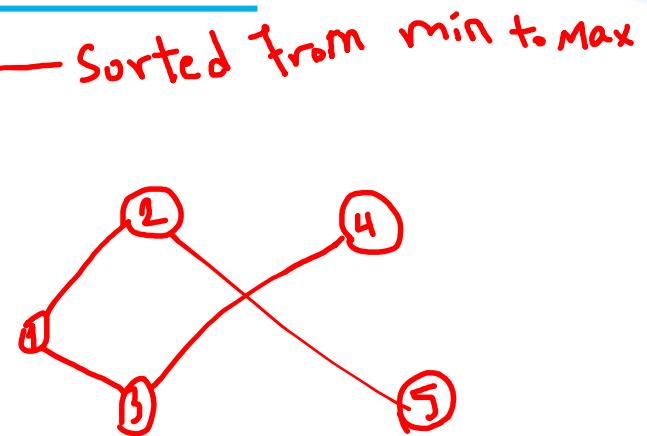


# Classification of Transportation Problems

## Minimum Spanning Tree – Kruskal's Algorithm



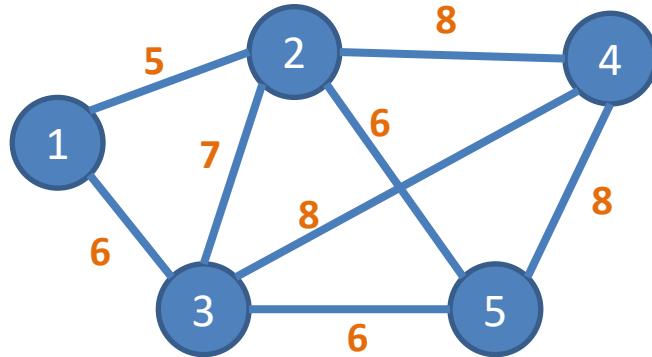
ARC	W
1-2	5 ✓
1-3	6 ✓
2-5	6 ✓
3-5	6 ✗
2-3	7 ✗
3-4	8 ✓
4-5	8 ✗
2-4	8 ✗



$$TC = 25$$

# Classification of Transportation Problems

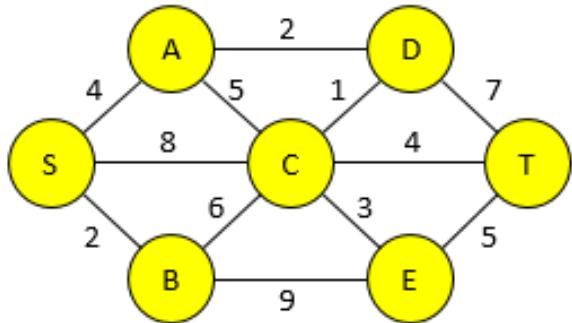
## Minimum Spanning Tree – Kruskal's Algorithm



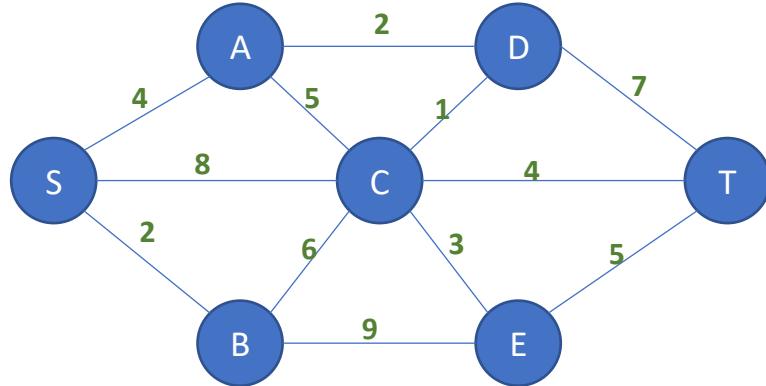
# Classification of Transportation Problems

## Shortest Path Problem – Dijkstra's Algorithm

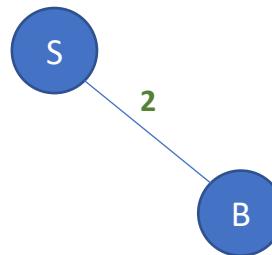
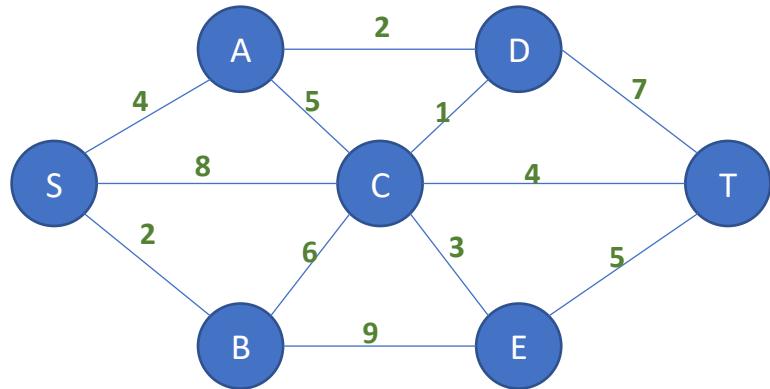
Exercise



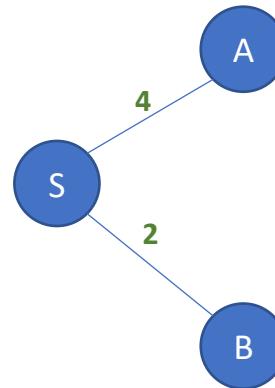
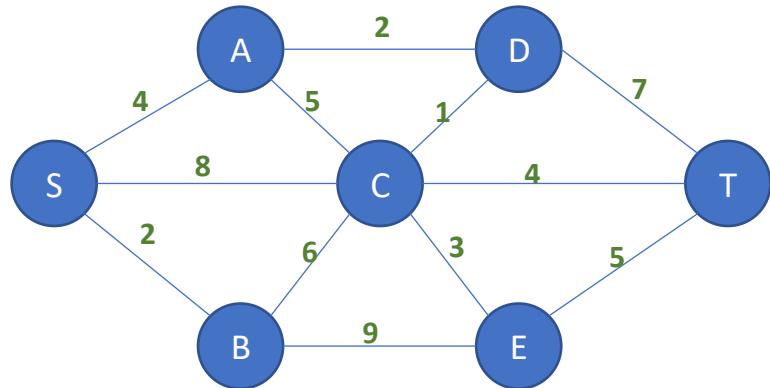
# Shortest Path Problem - Dijkstra's Algorithm



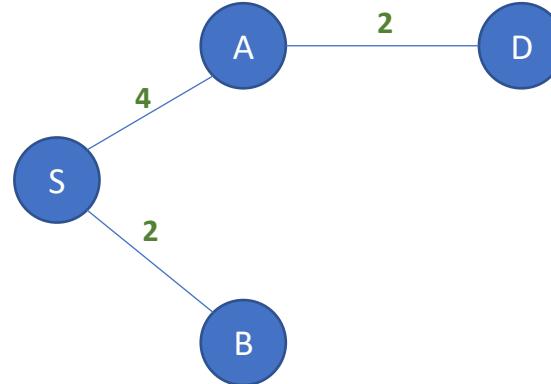
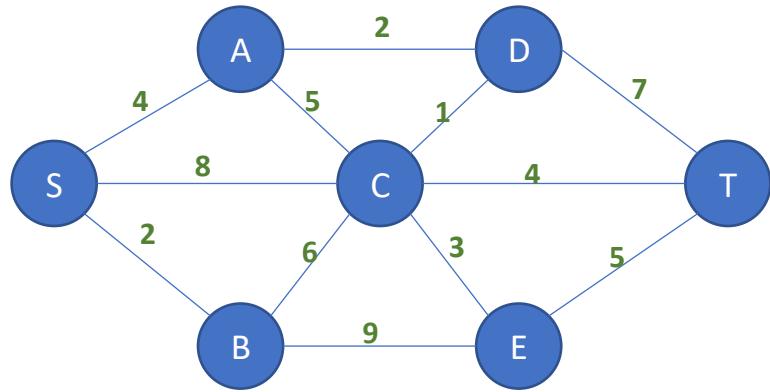
# Shortest Path Problem - Dijkstra's Algorithm



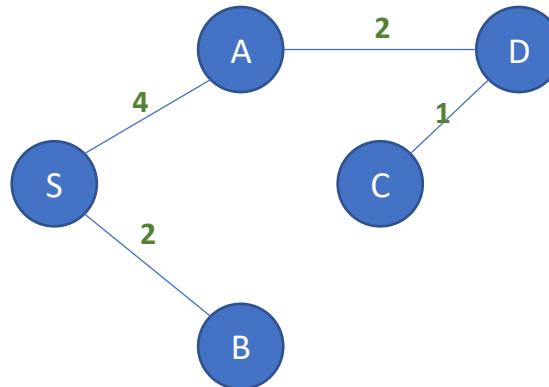
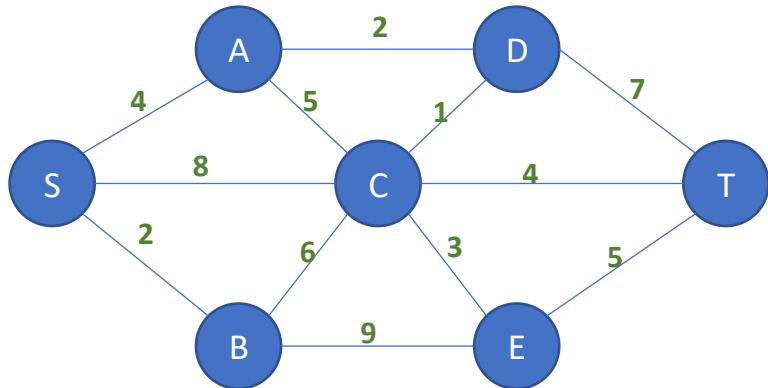
# Shortest Path Problem - Dijkstra's Algorithm



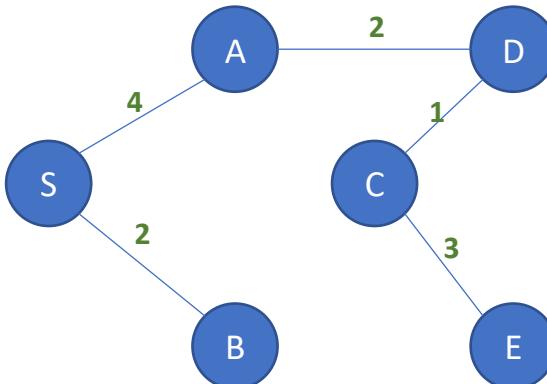
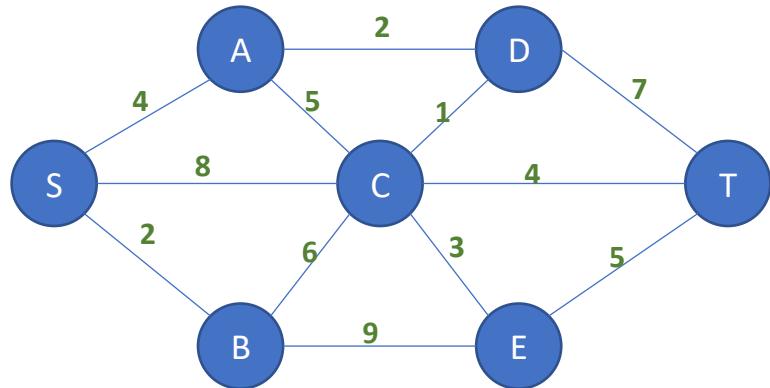
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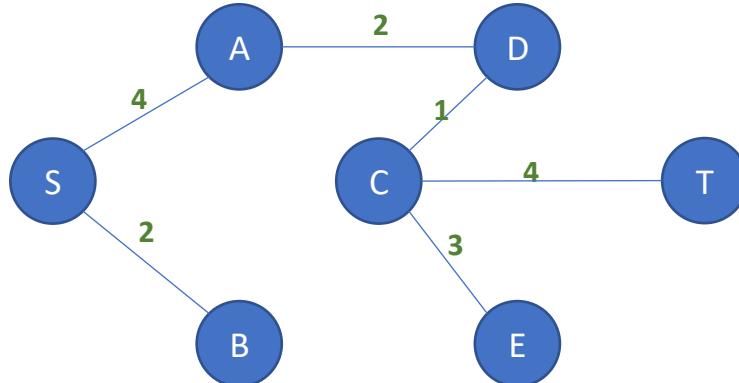
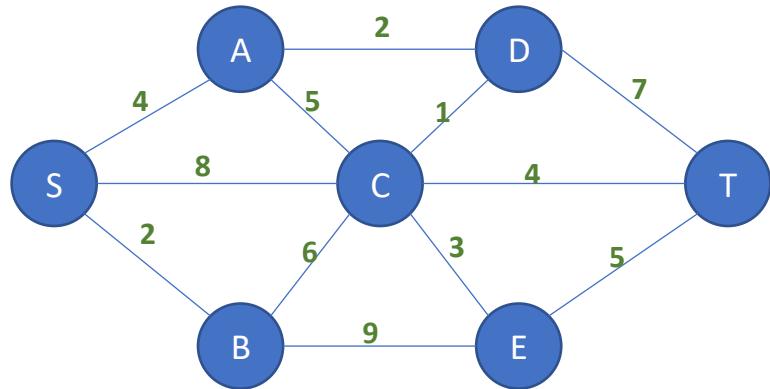
# Shortest Path Problem - Dijkstra's Algorithm



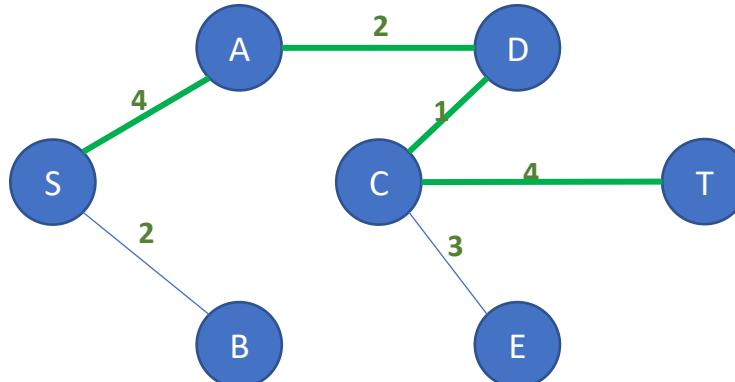
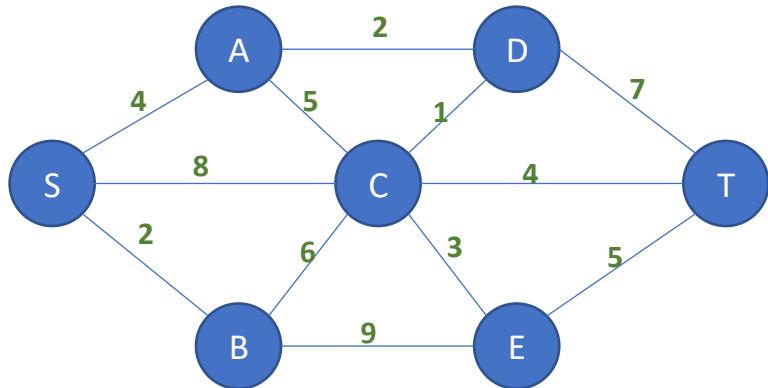
# Shortest Path Problem - Dijkstra's Algorithm



# Shortest Path Problem - Dijkstra's Algorithm

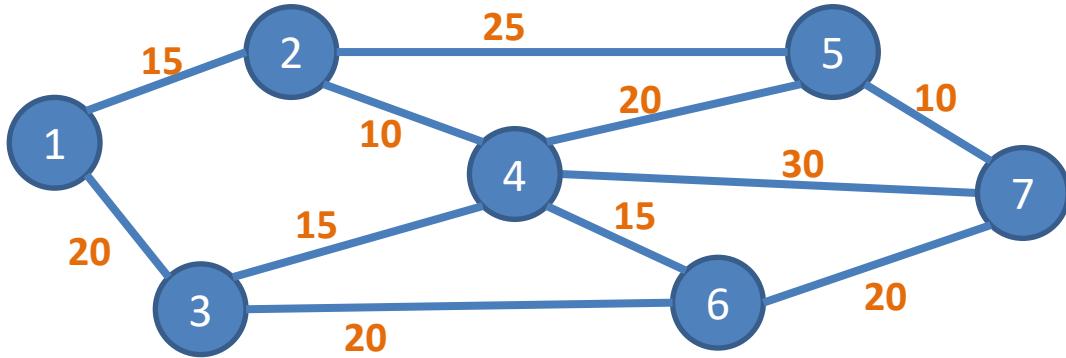


# Shortest Path Problem - Dijkstra's Algorithm



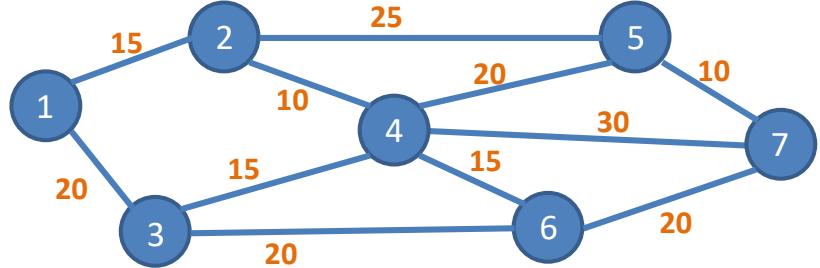
# Classification of Transportation Problems

## Shortest Path Problem – Dijkstra's Algorithm



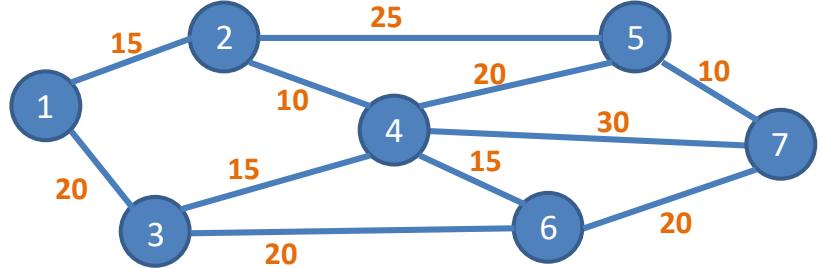
# Classification of Transportation Problems

## Shortest Path Problem – Dijkstra's Algorithm



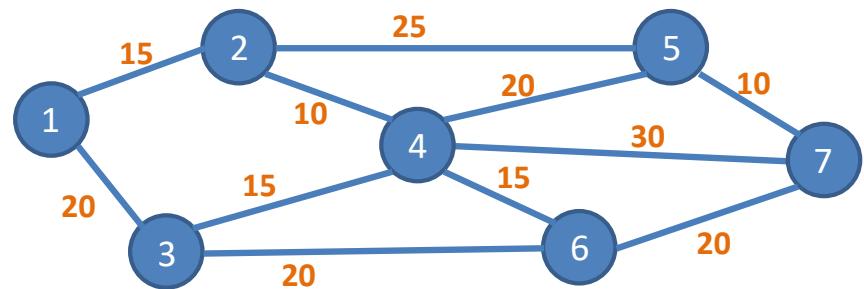
# Classification of Transportation Problems

## Shortest Path Problem – Dijkstra's Algorithm



# Classification of Transportation Problems

## Shortest Path Problem



$$\begin{aligned} \min \quad & 15x_{12} + 20x_{13} + 10x_{24} + 15x_{34} + 25x_{25} + 20x_{36} + \\ & 20x_{45} + 30x_{47} + 15x_{46} + 10x_{57} + 20x_{67} \end{aligned}$$

Subject to:

$$x_{12} + x_{13} = 1$$

$$-x_{12} + x_{24} + x_{25} = 0$$

$$-x_{13} + x_{34} + x_{36} = 0$$

$$-x_{24} - x_{34} + x_{45} + x_{46} + x_{47} = 0$$

$$-x_{25} - x_{45} + x_{57} = 0$$

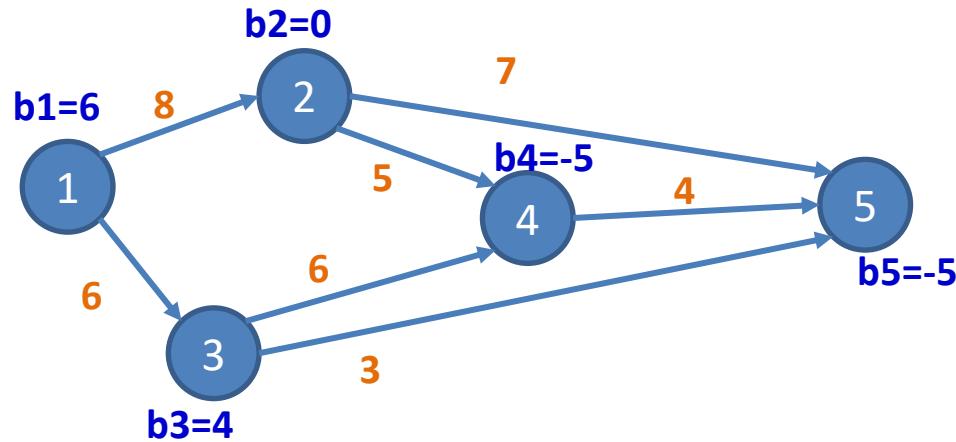
$$-x_{36} - x_{46} + x_{67} = 0$$

$$-x_{67} - x_{47} - x_{57} = -1$$

$$x_{ij} = 0, 1$$

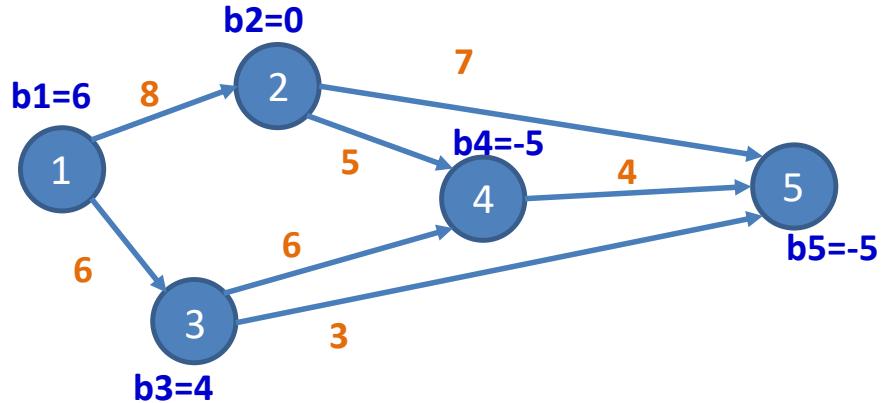
# Classification of Transportation Problems

## Minimum Cost Flow Problem



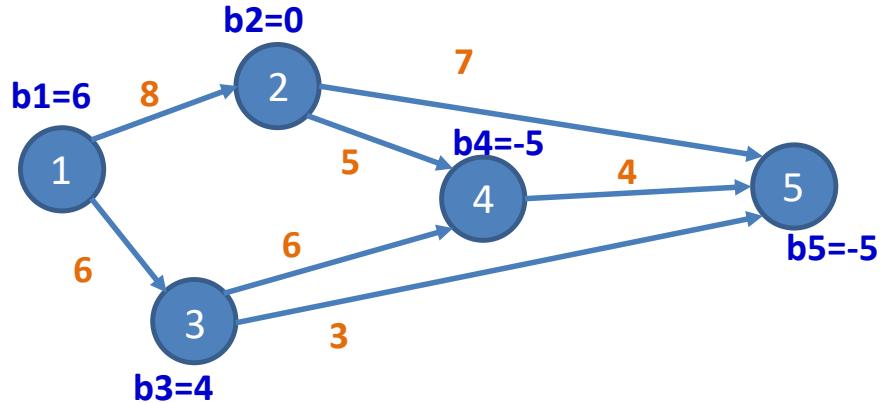
# Classification of Transportation Problems

## Minimum Cost Flow Problem



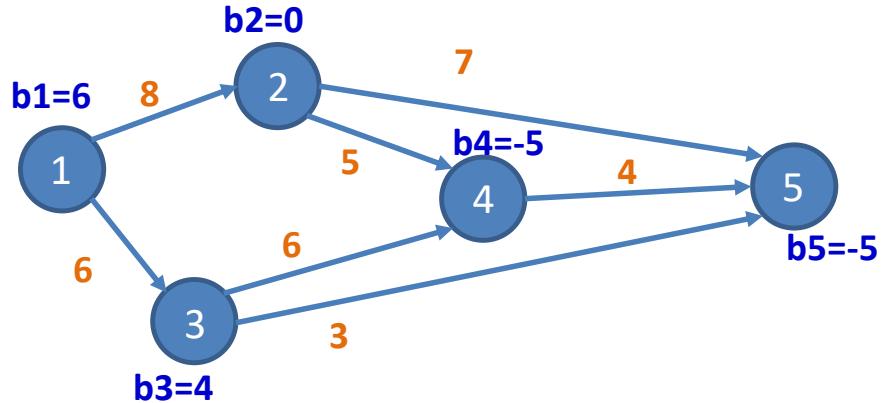
# Classification of Transportation Problems

## Minimum Cost Flow Problem



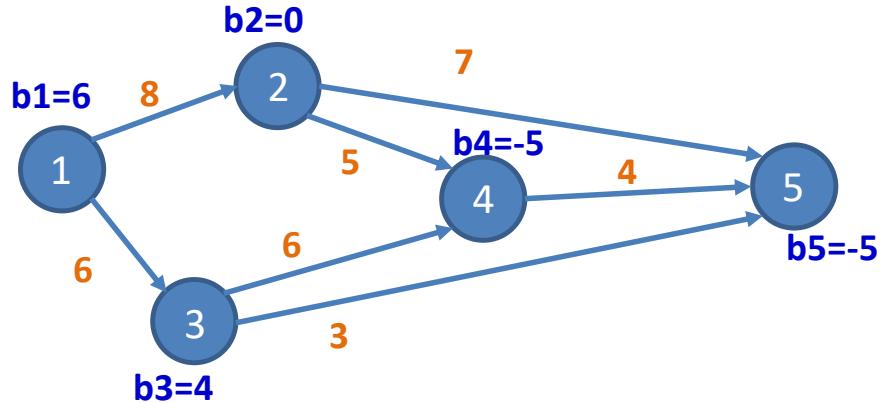
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## Minimum Cost Flow Problem



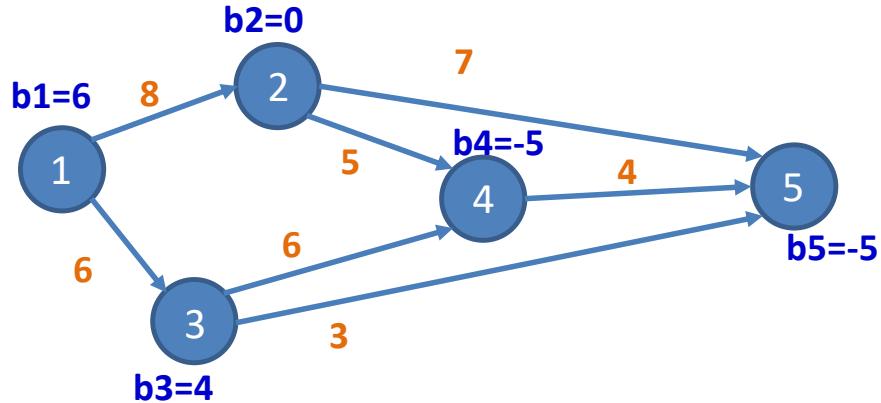
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## Minimum Cost Flow Problem



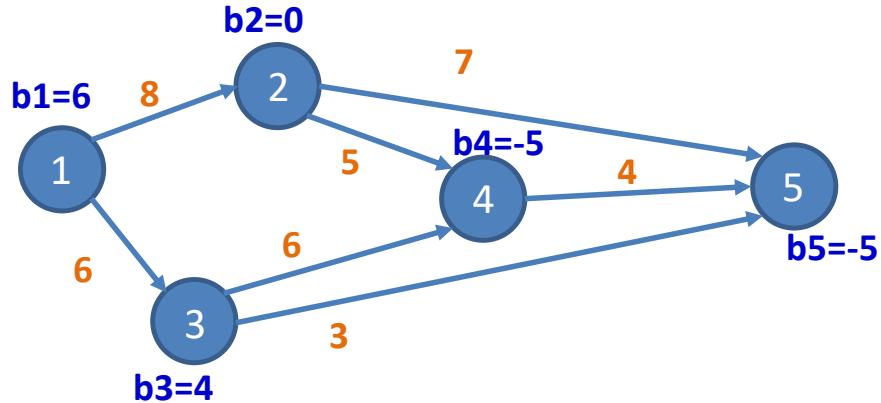
# Classification of Transportation Problems

## Minimum Cost Flow Problem



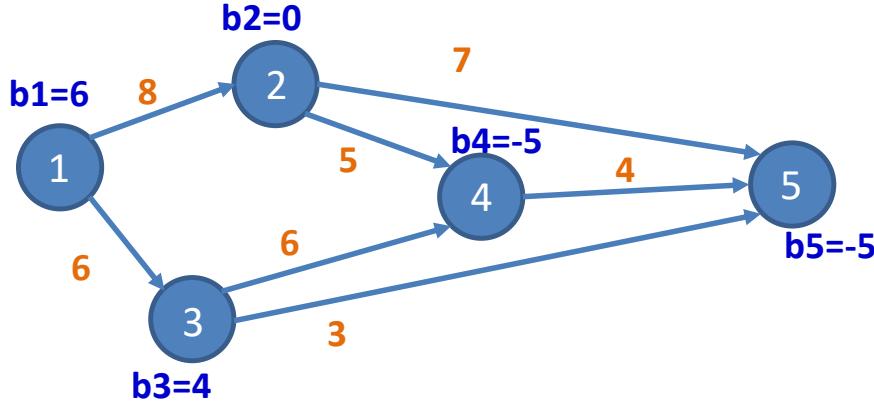
# Classification of Transportation Problems

## Minimum Cost Flow Problem



# Classification of Transportation Problems

## Minimum Cost Flow Problem



$$\min 8x_{12} + 6x_{13} + 5x_{24} + 6x_{34} + 7x_{25} + 3x_{35} + 4x_{45}$$

Subject to:

$$x_{12} + x_{13} = 6$$

$$-x_{12} + x_{24} + x_{25} = 0$$

$$-x_{13} + x_{34} + x_{35} = 4$$

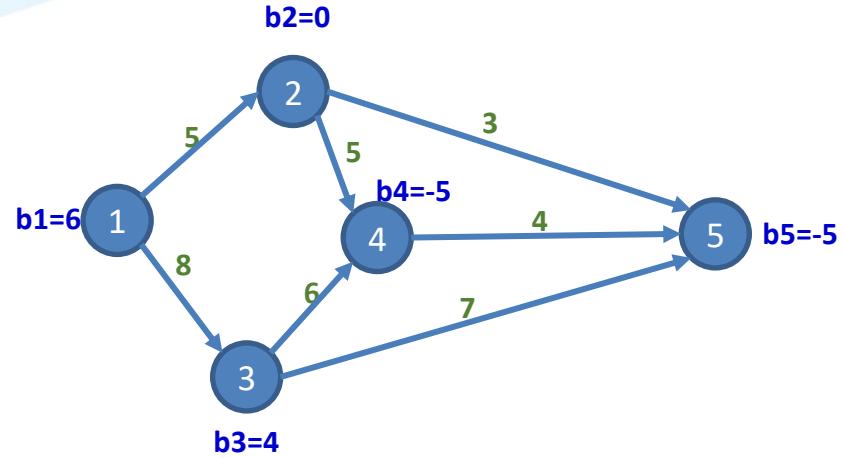
$$-x_{24} + x_{34} - x_{45} = -5$$

$$-x_{25} - x_{35} - x_{45} = -5$$

$$x_{ij} \geq 0$$

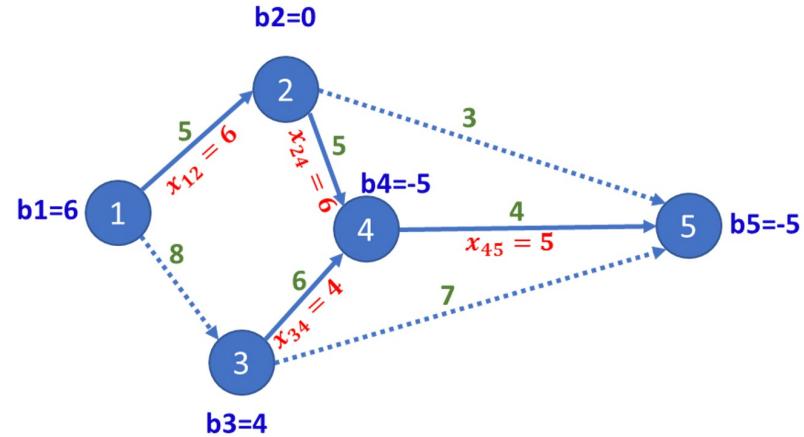
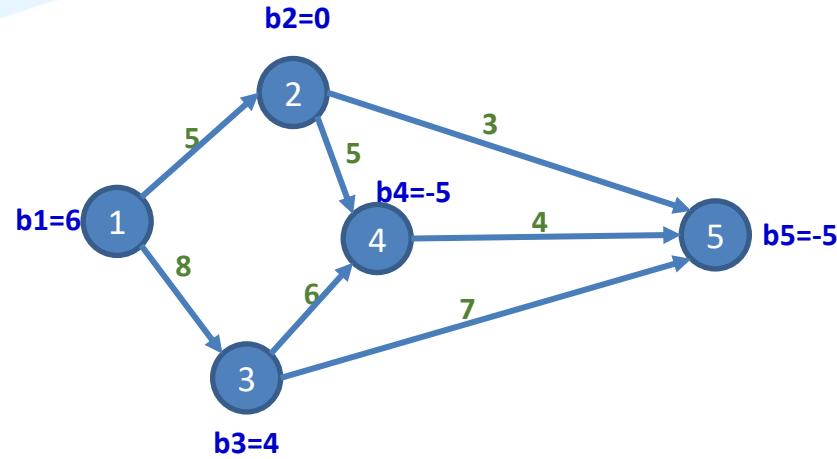
# Classification of Transportation Problems

## Minimum Cost Flow Problem



# Classification of Transportation Problems

## Minimum Cost Flow Problem



# Classification of Transportation Problems

## Traveling Salesman Problem

Nearest neighbour

	1	2	3	4	5
1		10	8	9	7
3	2	10		10	5
5	3	8	10		8
4	4	9	5	8	
2	5	7	6	9	6

1 → 5 → 2 → 4 → 3

# Classification of Transportation Problems

## Traveling Salesman Problem – Nearest Neighbour

	1	2	3	4	5
1		10	8	9	7
2	10		10	5	6
3	8	10		8	9
4	9	5	8		6
5	7	6	9	6	

# Classification of Transportation Problems

## Vehicle Routing Problem

Parameters:  $n$  = number of points (1 - depot, 2, ...,  $n$  - clients)

$d_{ij}$  = distance from point  $i$  to point  $j$

$D_i$  = demand of client  $i$

$C$  = capacity of each truck

Variables:  $x_{ij} = 1$  if a truck goes from node  $i$  to node  $j$  (binary)

$f_{ij}$  = number of units in a truck going from node  $i$  to node  $j$

$$\min \sum_{i=1}^n \sum_{j=1}^n d_{ij} x_{ij}$$

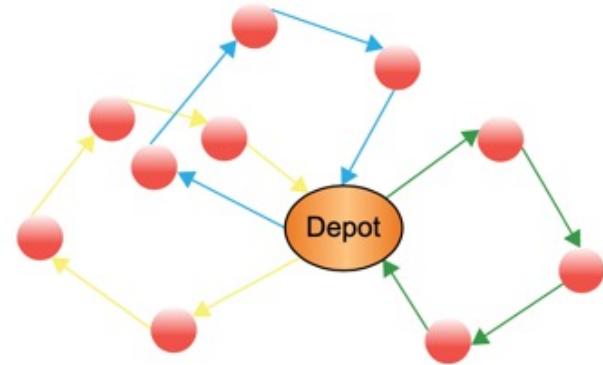
$$\sum_{j=1}^n x_{ij} = 1 \quad \forall i = 2, \dots, n$$

$$\sum_{j=1}^n x_{ji} = 1 \quad \forall i = 2, \dots, n$$

$$\sum_{j=1}^n f_{ji} - \sum_{j=1}^n f_{ij} = D_i \quad \forall i = 2, \dots, n$$

$$0 \leq f_{ij} \leq C x_{ij} \quad \forall i, j = 1, \dots, n$$

$$x_{ij} \in \{0,1\} \quad \forall i, j = 1, \dots, n$$



# Classification of Transportation Problems

## Vehicle Routing Problem

	0	1	2	3	4	5	6
0	-	20	18	14	16	12	19
1		-	22	18	30	26	28
2			-	32	20	22	21
3				-	20	22	21
4					-	30	22
5						-	26
6							-

$$q = 4, 6, 3, 5, 3, 6$$
$$Q = 15$$

Total Distance

$$TD = 2d_{oi} + 2d_{oj}$$



$$TD = d_{oi} + d_{oj} + d_{ij}$$

Saving

$$S_{ij} = d_{oj} + d_{ij} - d_{ij}$$

# Classification of Transportation Problems

## Vehicle Routing Problem

	0	1	2	3	4	5	6
0	-	20	18	14	16	12	19
1		-	22	18	30	26	28
2			-	32	20	22	21
3				-	20	22	21
4					-	30	22
5						-	26
6							-

$q = 4, 6, 3, 5, 3, 6$     $Q = 15$

$i - j$	$S_{ij}$	$i - j$	$S_{ij}$
1-2	16	1-4	6
1-3	16	1-5	6
2-6	16	5-6	5
2-4	14	3-5	4
3-6	12	4-6	3
4-6	11	2-3	0
3-4	10	4-5	-2
2-5	8		

# Classification of Transportation Problems

## Vehicle Routing Problem

	0	1	2	3	4	5	6
0	-	20	18	14	16	12	19
1	-	22	18	30	26	28	
2	-	-	32	20	22	21	
3	-	-	-	20	22	21	
4	-	-	-	-	30	22	
5	-	-	-	-	-	26	
6	-	-	-	-	-	-	

$$q = 4, 6, 3, 5, 3, 6 \quad Q = 15$$

i - j	S <sub>ij</sub>	i - j	S <sub>ij</sub>
✓ 1-2	16	✗ 1-4	6
✓ 1-3	16	✗ 1-5	6
✗ 2-6	16	✓ 5-6	5
✗ 2-4	14	✗ 3-5	4
✗ 3-6	12	✓ 4-6	3
✗ 4-6	11	✗ 2-3	0
✗ 3-4	10	✗ 4-5	-2
✗ 2-5	8		

Vehicle 1:  
1-2  
1-3

Vehicle 2:  
5-6  
4-6

# Classification of Transportation Problems

## Vehicle Routing Problem

0 1 2 3 4 5 6

-	20	18	14	16	12	19
1	-	22	18	30	26	28
2		-	32	20	22	21
3			-	20	22	21
4				-	30	22
5					-	26
6						-

$$q = 4, 6, 3, 5, 3, 6 \quad Q = 15$$

Vehicle 1

1-2

1-3

Route 1

Depot - 2 - 1 - 3 - Depot

Total distance of Vehicle 1 = 72

Vehicle 2

5-6

4-6

Route 2

Depot - 5 - 6 - 4 - Depot

Total distance of Vehicle 2 = 86

Total distance of all vehicles = 158