Optimizing Waste Transportation for Miharia Shipping & Chempro Using Transshipment and Transportation Models

(University Project – Operational Research and Optimization @ UTM)
By Siti Nurainna binti Wahid

Developed a mathematical model to optimize waste transportation routes for Miharia Shipping and Chempro using both transportation and transshipment models. The project involved formulating cost minimization strategies using operations research techniques.

Tools/Skills: Linear programming, Excel Solver, optimization modeling, logistics analysis

Sally is the manager of the North Atlantic office of the Miharja Shipping and Transport Company. She is in the process of negotiating a new shipping contract with ChemPro, a company that manufactures chemicals for industrial use. ChemPro want Miharja to pick up and transport waste products from its six plants to three waste disposal sites. Sally is very concerned about this proposed arrangement. The chemical wastes that will be hauled can be hazardous to humans and the environment if they leak. In addition, a number of towns and communities in the region where the plants are located prohibit hazardous materials from being shipped through their municipal limits. Thus, not only will the shipments have to be handled carefully and transported at reduced speeds, but they will also have to traverse circuitous routes in many cases. Sally has estimated the cost of shipping a barrel of waste from each of the six plants to each of the three waste disposal sites as shown in Table 1:

Table 1

| Waste Disposal Site | | | | | | |
|---------------------|------------|-----------|-------|--|--|--|
| Plant | Whitewater | Los Canos | Duras | | | |
| Kingsport | 12 | 15 | 17 | | | |
| Danville | 14 | 9 | 10 | | | |
| Macon | 13 | 20 | 11 | | | |
| Selma | 17 | 16 | 19 | | | |
| Columbus | 7 | 14 | 12 | | | |
| Allentown | 22 | 16 | 18 | | | |

The plants generate the mounts of waste products each week as in Table 2.

Table 2

| Plant | Waste per Week (bbl) |
|-----------|----------------------|
| Kingsport | 35 |
| Danville | 26 |
| Macon | 42 |
| Selma | 53 |
| Columbus | 29 |
| Allentown | 38 |

The three waste disposal sites at Whitewater, Los Canos, and Duras can accommodate a maximum of 65, 80, and 105 barrels per week respectively. In addition to shipping directly from each of the six plants to one of the three waste disposal sites, Sally is also considering using each of the plants as intermediate shipping points. Trucks would be able to drop a load at a plant to be picked up and carried on to the final destination by another truck, and vice versa. Miharja would not incur any handling costs because ChemPro has agreed to take care of all local handling of the waste materials at the plants and the waste disposal sites. In other words, the only cost Miharja incurs is the actual transportation cost. So, Sally wants to be able to consider the possibility that it may be cheaper to drop and pick up loads at intermediate points rather than ship them directly. Sally estimates the shipping costs per barrel between each of the six plants to be as in Table 3.

Table 3

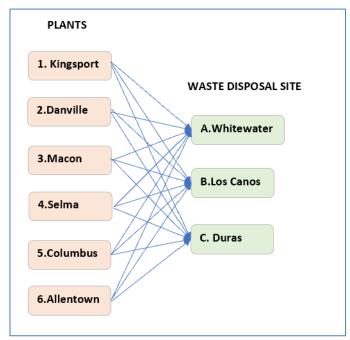
| | Plant | | | | | |
|-----------|-----------|----------|-------|-------|----------|-----------|
| Plant | Kingsport | Danville | Macon | Selma | Columbus | Allentown |
| Kingsport | - | 6 | 4 | 9 | 7 | 8 |
| Danville | 6 | | 11 | 10 | 12 | 7 |
| Macon | 5 | 11 | - | 3 | 7 | 15 |
| Selma | 9 | 10 | 3 | - | 3 | 16 |
| Columbus | 7 | 12 | 7 | 3 | - | 14 |
| Allentown | 8 | 7 | 15 | 16 | 14 | - |

Sally wants to determine the shipping routes that will minimize Miharja's total cost in order to develop a contract proposal to submit to ChemPro for waste disposal. She particularly wants to know if it would be cheaper to ship directly from the plants to the waste sites or if she should drop and pick up some loads at the various plants. Develop a model to assist Sally and solve the model to determine the optimal routes.

Analyze this case, as follows:

- a) Develop a transportation model for shipping the waste directly from the 6 plants to the 3 waste disposal sites using Phyton. Solve the model and determine the optimal transportation cost.
- b) Develop a transhipment model in which each of the plants can be used as intermediate points using Excel Solver and Python to determine the optimal cost.
- Interpret the results and determine the best model for Sally to be implemented.

a) Develop a transportation model for shipping the waste directly from the 6 plants to the 3 waste disposal sites using Phyton. Solve the model and determine the optimal transportation cost.



Transportation Network Routes

| Shipping cost from plants to waste disposal sites | | | | | | |
|---|--------------|-------------|---------|--|--|--|
| Waste Disposal Sit | <u> </u> | | | | | |
| Plant | A.Whitewater | B.Los Canos | C.Duras | | | |
| 1. Kingsport | 12 | 15 | 17 | | | |
| 2.Danville | 14 | 9 | 10 | | | |
| 3.Macon | 13 | 20 | 11 | | | |
| 4.Selma | 17 | 16 | 19 | | | |
| 5.Columbus | 7 | 14 | 12 | | | |
| 6.Allentown | 22 | 16 | 18 | | | |

| Supply | | | | |
|--------------|------------|--|--|--|
| Plant | Waste/Week | | | |
| | (bbl) | | | |
| 1. Kingsport | 35 | | | |
| 2.Danville | 26 | | | |
| 3.Macon | 42 | | | |
| 4.Selma | 53 | | | |
| 5.Columbus | 29 | | | |
| 6.Allentown | 38 | | | |
| TOTAL | 223 | | | |

| De | Demand | | | | | |
|----------------|---------|--|--|--|--|--|
| Waste Disposal | Maximum | | | | | |
| Site | Demand | | | | | |
| A.Whitewater | 65 | | | | | |
| B.Los Canos | 80 | | | | | |
| C.Duras | 105 | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| TOTAL | 250 | | | | | |

Upon observation, this transportation model is unbalanced with demand exceeding the available supply. To rectify, a dummy supply is introduced to achieve even distribution.

| Shipping cost from plants to waste disposal sites | | | | | |
|---|--------------|-------------|---------|--|--|
| Waste Disposal Site | | | | | |
| Plant | A.Whitewater | B.Los Canos | C.Duras | | |
| 1. Kingsport | 12 | 15 | 17 | | |
| 2.Danville | 14 | 9 | 10 | | |
| 3.Macon | 13 | 20 | 11 | | |
| 4.Selma | 17 | 16 | 19 | | |
| 5.Columbus | 7 | 14 | 12 | | |
| 6.Allentown | 22 | 16 | 18 | | |
| 7. <mark>Dummy</mark> | 0 | 0 | 0 | | |

| Supply | | | | |
|--------------|------------------|--|--|--|
| Plant | Waste/Week (bbl) | | | |
| 1. Kingsport | 35 | | | |
| 2.Danville | 26 | | | |
| 3.Macon | 42 | | | |
| 4.Selma | 53 | | | |
| 5.Columbus | 29 | | | |
| 6.Allentown | 38 | | | |
| 7. Dummy | 27 | | | |
| TOTAL | 250 | | | |

| Demand | | | | | |
|---------------------|-----------------------|--|--|--|--|
| Waste Disposal Site | Maximum Demand | | | | |
| A.Whitewater | 65 | | | | |
| B.Los Canos | 80 | | | | |
| C.Duras | 105 | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| TOTAL | 250 | | | | |

Model Formulation

Decision Variables:

- xij: Number of barrels of waste shipped from plant i to disposal site j.
- i=1,2,3,4,5,6,7 to j=A,B,C

Objective Function:

Minimize, $Z = 12x_{1A} + 15x_{1B} + 17x_{1C} + 14x_{2A} + 9x_{2B} + 10x_{2C} + 13x_{3A} + 20x_{3B} + 11x_{3C} + 17x_{4A} + 16x_{4B} + 19x_{4C} + 7x_{5A} + 14x_{5B} + 12x_{5C} + 22x_{6A} + 16x_{6B} + 18x_{6C} + 0x_{7A} + 0x_{7B} + 0x_{7C}$

Minimize the total transportation cost.

Subject to Constraints:

Supply Constraints: The amount of waste shipped from each plant should be equal its supply.

```
x_{1A+}x_{1B}+x_{1C}=35 (1.Kingsport)
```

 $x_{2A} + x_{2B} + x_{2C} = 26$ (2.Danville)

 $x_{3A} + x_{3B} + x_{3C} = 42$ (3.Macon)

 $x_{4A} + x_{4B} + x_{4C} = 53$ (4.Selma)

 $x_{5A} + x_{5B} + x_{5C} = 29$ (5.Columbus)

 $x_{6A} + x_{6B} + x_{6C} = 38$ (6.Allentown)

 $x_{7A}+x_{7B}+x_{7C}=27$ (7.Dummy)

Demand Constraints: The amount of waste received at each disposal site should meet its demand.

 $x_{1A}+x_{2A}+x_{3A}+x_{4A}+x_{5A}+x_{6A}=65$ (A.Whitewater)

 $x_{1B}+x_{2B}+x_{3B}+x_{4B}+x_{5B}+x_{6B}=80$ (B.Los Canos)

 $x_{1C}+x_{2C}+x_{3C}+x_{4C}+x_{5C}+x_{6C}=105$ (C.Duras)

Non-negativity Constraints: The number of barrels shipped must be non-negative.

 $x_{ij} \ge 0$ for all i,j

Results:

```
Route_1_A = 35.0

Route_2_C = 26.0

Route_3_C = 42.0

Route_4_A = 1.0

Route_4_B = 52.0

Route_5_A = 29.0

Route_6_B = 28.0

Route_6_C = 10.0

Route_7_C = 27.0

Optimal Direct Transportation Cost: 2822.0
```

Optimal Solution using Python

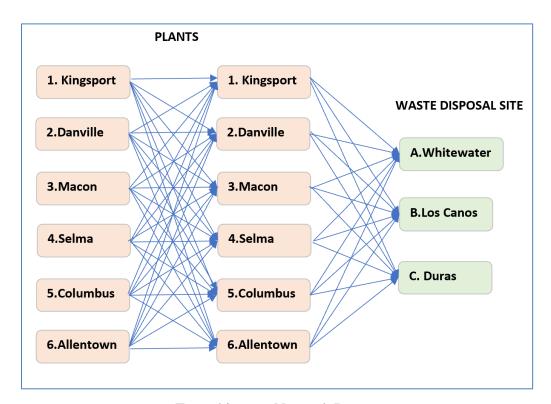
Thefore, the optimum solution of the transportation problem can be conclude as the table below.

| From | To | Shipment unit | Cost per unit | Shipment cost |
|-------------------|--------------|---------------|---------------|---------------|
| 1.Kingsport | A.Whitewater | 35 | \$12 | \$420 |
| 2.Danville | C.Duras | 26 | \$10 | \$260 |
| 3.Macon | C.Duras | 42 | \$11 | \$462 |
| 4.Selma | A.Whitewater | 1 | \$17 | \$17 |
| 4.Selma | B.Los Canos | 52 | \$16 | \$832 |
| 5.Columbus | A.Whitewater | 29 | \$7 | \$203 |
| 6.Allentown | B.Los Canos | 28 | \$16 | \$448 |
| 6.Allentown | C.Duras | 10 | \$18 | \$180 |
| Total Cost | | | | \$2822 |

When Miharja directly ships waste from plants to disposal sites, the total transportation cost for the optimal solution is \$2822. This cost is calculated by considering the coefficients (shipping costs) and the optimal flow values for each route.

However, the rest of the demand at disposal site Duras (27bbl), cannot be fully met due to insufficient supply. To account for this shortfall, a dummy route was introduced in the optimization model. Overall, the solution optimally allocates the transportation of waste to meet demand at disposal sites while minimizing the total transportation cost.

b) <u>Develop a transshipment model in which each of the plants can be used as intermediate points using Excel Solver and Python to determine the optimal cost.</u>



Transshipment Network Routes

Since each plants used as intermediate shipping points, the transportation model becomes a transshipment model. The additional decision variables included in the new model formulation as below:

Model Formulation

Decision Variables:

- x_{hi} : Number of barrels of waste shipped from plant h to intermediate plant h.
- x_{ij} : Number of barrels of waste shipped from plant i to disposal site j. where

h=1,2,3,4,5,6

i=1,2,3,4,5,6,7 (the same 6 plants as h but additional of 1 dummy supply) j=A,B,C

Objective Function:

```
\begin{aligned} &\text{Minimize, } Z = 6x_{12} + 4x_{13} + 9x_{14} + 7x_{15} + 8x_{16} + 6x_{21} + 11x_{23} + 10x_{24} + 12x_{25} + 7x_{26} + 5x_{31} + 11x_{32} + \\ &3x_{34} + 7x_{35} + 15x_{36} + 9x_{41} + 10x_{42} + 3x_{43} + 3x_{45} + 16x_{46} + 7x_{51} + 12x_{52} + 7x_{53} + 3x_{54} + 14x_{56} + 8x_{61} + \\ &7x_{62} + 15x_{63} + 16x_{64} + 14x_{65} + 12x_{1A} + 15x_{1B} + 17x_{1C} + 14x_{2A} + 9x_{2B} + 10x_{2C} + 13x_{3A} + 20x_{3B} + 11x_{3C} \\ &+ 17x_{4A} + 16x_{4B} + 19x_{4C} + 7x_{5A} + 14x_{5B} + 12x_{5C} + 22x_{6A} + 16x_{6B} + 18x_{6C} \end{aligned}
```

Minimize the total transportation cost.

Subject to Constraints:

Supply Constraints 1: The amount of waste shipped from each plant should be equal its supply.

 $x_{1A+}x_{1B}+x_{1C}=35$ (1.Kingsport) $x_{2A}+x_{2B}+x_{2C}=26$ (2.Danville)

 $x_{3A}+x_{3B}+x_{3C} = 42$ (3.Macon) $x_{4A}+x_{4B}+x_{4C} = 53$ (4.Selma)

 $x_{5A} + x_{5B} + x_{5C} = 29$ (5.Columbus)

 $x_{6A} + x_{6B} + x_{6C} = 38$ (6.Allentown)

Supply Constraints 2: The amount of waste shipped from each plant should be equal its supply.

 $x_{1A}+x_{1B}+x_{1C}=35$ (1.Kingsport)

 $x_{2A} + x_{2B} + x_{2C} = 26$ (2.Danville)

 $x_{3A} + x_{3B} + x_{3C} = 42$ (3.Macon)

 $x_{4A} + x_{4B} + x_{4C} = 53$ (4.Selma)

 $x_{5A} + x_{5B} + x_{5C} = 29$ (5.Columbus)

 $x_{6A} + x_{6B} + x_{6C} = 38$ (6.Allentown)

 $x_{7A} + x_{7B} + x_{7C} = 27$ (7.Allentown)

Demand Constraints: The amount of waste received at each disposal site should meet its demand.

 $x_{1A}+x_{2A}+x_{3A}+x_{4A}+x_{5A}+x_{6A}=65$ (A.Whitewater) $x_{1B}+x_{2B}+x_{3B}+x_{4B}+x_{5B}+x_{6B}=80$ (B.Los Canos) $x_{1C}+x_{2C}+x_{3C}+x_{4C}+x_{5C}+x_{6C}=105$ (C.Duras)

Transshipment Constraint: The amount of waste shipped from supply equal to amount received by demand

 $\sum \mathbf{X}_{hh} - \sum \mathbf{X}_{ij} = \mathbf{0}$

Non-negativity Constraints: The number of barrels shipped must be non-negative. x_{hi} and $x_{ii} > 0$ for all h, i, and j

Results:

The solution produced for this model formulation using Excel Solver and Python are as below;

Route_1_Allentown_Allentown = 38.0
Route_1_Columbus_Columbus = 29.0
Route_1_Danville_Danville = 26.0
Route_1_Kingsport_Kingsport = 16.0
Route_1_Kingsport_Macon = 19.0
Route_1_Macon_Macon = 42.0
Route_1_Selma_Columbus = 36.0
Route_1_Selma_Macon = 17.0
Route_1_Selma_Macon = 17.0
Route_2_Allentown_Los_Canos = 38.0
Route_2_Columbus_Whitewater = 65.0
Route_2_Danville_Los_Canos = 26.0
Route_2_Dummy_Duras = 27.0
Route_2_Kingsport_Los_Canos = 16.0
Route_2_Macon_Duras = 78.0
Optimal Transshipment Cost: 2630.0

Solution using Python

| | | | DI. | | | | | |
|-------------------------|---|--------------------|---------|-----------|----|-------------|---------------|----------|
| Plant | Plant 1. Kingsport 2.Danville 3.Macon 4.Selma 5.Columbus 6.Allentown | | | | | | | Supply |
| 1 Vingsport | 0 | 16 | 19 | 4.5eiiiia | 0 | 0.Allentown | Shipped 35 | 35 35 |
| 1. Kingsport 2.Danville | 0 | 26 | 0 | 0 | 0 | 0 | 26 | 26 |
| | 0 | | | | 0 | | 42 | |
| 3.Macon | | 0 | 42 | 0 | | 0 | | 42 |
| 4.Selma | 0 | 0 | 17 | 0 | 36 | 0 | 53 | 53 |
| 5.Columbus | 0 | 0 | 0 | 0 | 29 | 0 | 29 | 29 |
| 6.Allentown | 0 | 38 | 0 | 0 | 0 | 0 | 38 | 38 |
| Shipped | 0 | 80 | 78 | 0 | 65 | 0 | | |
| | | | | | | | | |
| | | | | | | | | |
| | Wa | aste disposal s | ite | | | | | |
| Plant | A.Whitewater | B.Los Canos | C.Duras | Shipped | | | | |
| 1. Kingsport | 0 | 0 | 0 | 0 | | | | |
| 2.Danville | 0 | 80 | 0 | 80 | | | | |
| 3.Macon | 0 | 0 | 78 | 78 | | | | |
| 4.Selma | 0 | 0 | 0 | 0 | | | | |
| 5.Columbus | 65 | 0 | 0 | 65 | | | | |
| 6.Allentown | 0 | 0 | 0 | 0 | | | | |
| 7. Dummy | 0 | 0 | 27 | 27 | | | | |
| Shipped | 65 | 80 | 105 | | | | | |
| Demand | 65 | 80 | 105 | | | | | |
| | | | | | | | | |
| Total Cost | 2630 | | | | | | | |

Solution using Excel Solver

Thus, the optimum solution for this transshipment problem can be concluded in the following table.

| From Plants | To | Shipment | Cost per | Shipment | Total |
|--------------|--------------|----------|----------|----------|--------|
| | Intermediate | unit | unit | cost | |
| | Plants | | | | |
| 1.Kingsport | 1.Danville | 16 | \$6 | \$96 | |
| 2.Danville | | 26 | \$0 | \$0 | |
| 6.Allentown | | 38 | \$7 | \$266 | |
| 1.Kingsport | 3.Macon | 19 | \$4 | \$76 | |
| 3.Macon | | 42 | \$0 | \$0 | \$597 |
| 4.Selma | | 17 | \$3 | \$51 | |
| 4.Selma | 5.Columbus | 36 | \$3 | \$108 | |
| 5.Columbus | | 29 | \$0 | \$0 | |
| | | | | | |
| From | To Waste | Shipment | Cost per | Shipment | Total |
| Intermediate | Disposal | unit | unit | cost | |
| Plants | Sites | | | | |
| 1.Danville | B.Los Canos | 80 | \$9 | \$720 | |
| 3.Macon | C.Duras | 78 | \$11 | \$858 | \$2033 |
| 5.Columbus | A.Whitewater | 65 | \$7 | \$455 | |
| | | | | TOTAL | \$2630 |

When transshipping waste within Miharja's plants and subsequently to disposal sites, the total transshipment cost for the optimal solution amounts to \$2630. This cost is computed by taking into consideration the coefficients (shipping costs) and the optimal flow values for each route.

Again, the remaining demand at the disposal site for Duras (27 barrels) cannot be entirely fulfilled due to inadequate supply. Hence, a dummy route was incorporated into the optimization model.

c) Interpret the results and determine the best model for Sally to be implemented

| a) Direct Transportation Model | | | | |
|--------------------------------|----------------------|---------------|---------------|---------------|
| From Plants | To Disposal Sites | Shipment unit | Cost per unit | Shipment cost |
| 1.Kingsport | A.Whitewater | 35 | \$12 | \$420 |
| 2.Danville | C.Duras | 26 | \$10 | \$260 |
| 3.Macon | C.Duras | 42 | \$11 | \$462 |
| 4.Selma | A.Whitewater | 1 | \$17 | \$17 |
| 4.Selma | B.Los Canos | 52 | \$16 | \$832 |
| 5.Columbus | A.Whitewater | 29 | \$7 | \$203 |
| 6.Allentown | B.Los Canos | 28 | \$16 | \$448 |
| 6.Allentown | C.Duras | 10 | \$18 | \$180 |
| Total Cost | | | | \$2822 |

b) Transshipment Model From Plants То Shipment unit **Shipment** Cost per Total Intermediate unit cost **Plants** \$6 \$96 1.Kingsport 1.Danville 16 \$0 \$0 2.Danville 26 \$7 \$266 6.Allentown 38 3.Macon 19 \$4 \$76 1.Kingsport 3.Macon 42 \$0 \$0 \$597 \$3 4.Selma 17 \$51 5.Columbus 36 \$3 \$108 4.Selma \$0 \$0 5.Columbus 29 From To Waste Shipment unit Cost per Shipment Total Intermediate **Disposal Sites** cost unit **Plants** 1.Danville \$9 **B.Los Canos** 80 \$720 3.Macon C.Duras 78 \$11 \$858 \$2033 5.Columbus \$7 \$455 A.Whitewater 65 \$2630 TOTAL

Upon analyzing the results, optimal cost for direct transportation from plants to disposal sites is \$2882. Conversely, employing a transshipment strategy within each plants before onward transportation to disposal sites yields a total cost of \$2630. From a cost perspective alone, the transshipment model appears as the more advantageous choice by presenting a solution with a lower optimal cost compared to the direct transportation model. This translates to a weekly cost savings of \$192 for Miharja which is significant amount of cost that can be reduce.

In summary, the transshipment model stands as the best choice for Sally to implement in achieving cost efficiency with a noticeably reduced optimal cost.

Appendixes

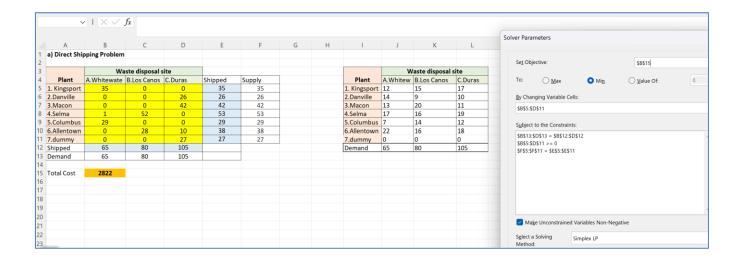
1. Question a) using Python

a) Direct Transportation Model

```
: # Import PuLP modeler functions
 from pulp import *
  # Creates a list of all the supply nodes
 plants = ['1','2','3','4','5','6','7']
  # Creates a dictionary for the number of units of supply (Weekly waste generation)
            '2': 26,
            '3': 42,
            '4': 53,
            '5': 29,
            '6': 38,
            '7': 27}
 # Creates a list of all the demand nodes
 waste_disposal_sites = ['A', 'B', 'C']
  # Creates a dictionary for the number of units of demand (Maximum capacity at disposal sites)
 demand = {'A': 65,
            'B': 80.
            'C': 105}
: # Cost matrix
  costs = [[12, 15, 17],
           [14, 9, 10],
           [13, 20, 11],
           [17, 16, 19],
           [7, 14, 12],
           [22, 16, 18],
           [0, 0, 0]]
  # The cost data is made into a dictionary
 costs = makeDict([plants,waste_disposal_sites],costs,0)
 # Define the problem
 prob = LpProblem("Waste_DirectShipping_Problem", LpMinimize)
 # Create routes
 routes = [(i, j) for i in plants for j in waste_disposal_sites]
 route_vars = LpVariable.dicts("Route", (plants, waste_disposal_sites), 0, None, LpInteger)
 # Objective function
 prob += lpSum([route_vars[i][j] * costs[i][j] for (i,j) in routes]), "Total Shipping Cost"
 # Supply constraints
 for i in plants:
    prob += lpSum([route_vars[i][j] for j in waste_disposal_sites]) == supply[i], f"Supply_{i}"
 # Demand constraints
 for j in waste_disposal_sites:
     prob += lpSum([route_vars[i][j] for i in plants]) == demand[j], f"Demand_{j}"
 # The problem data is written to an .lp file
 prob.writeLP("DirectShippingProblem.lp")
```

```
[Route_1_A,
 Route_1_B,
 Route_1_C,
 Route_2_A,
 Route_2_B,
 Route_2_C,
 Route_3_A,
 Route_3_B,
 Route_3_C,
 Route_4_A,
 Route_4_B,
 Route_4_C,
 Route_5_A,
 Route_5_B,
 Route_5_C,
 Route_6_A,
 Route_6_B,
 Route_6_C,
 Route_7_A,
 Route_7_B,
 Route_7_C]
# Solve the problem
prob.solve()
# The status of the solution is printed to the screen
print ("Status:", LpStatus[prob.status])
Status: Optimal
# Print the results
for v in prob.variables():
    if v.varValue > 0:
       print(f"{v.name} = {v.varValue}")
print("Optimal Direct Transportation Cost:", value(prob.objective))
Route_1_A = 35.0
Route_2_C = 26.0
Route_3_C = 42.0
Route_4_A = 1.0
Route_4_B = 52.0
Route_5_A = 29.0
Route_6_B = 28.0
Route_6_C = 10.0
Route_7_C = 27.0
Optimal Direct Transportation Cost: 2822.0
```

2. Question a) using Excel Solver



3. Question b) using Python

b) Transshipment Model- with dummy

```
# Import PuLP modeler functions
from pulp import *
# Creates a list of all the supply nodes
plants = ['Kingsport', 'Danville', 'Macon', 'Selma', 'Columbus', 'Allentown']
# Creates a dictionary for the number of units of supply for each supply node supply = {\times 15, times 25, times
                                      'Danville': 26,
                                      'Macon': 42,
                                     'Selma': 53,
                                     'Columbus': 29,
                                     'Allentown': 38}
# Creates a list of costs of each transportation path
costs_1 = [[0, 6, 4, 9, 7, 8],
                                        [6, 0, 11, 10, 12, 7],
                                         [5, 11, 0, 3, 7, 15],
                                         [9, 10, 3, 0, 3, 16],
                                        [7, 12, 7, 3, 0, 14],
                                         [8, 7, 15, 16, 14, 0]]
intermediate_plants = ['Kingsport', 'Danville', 'Macon', 'Selma', 'Columbus', 'Allentown', 'Dummy']
supply1 = {'Kingsport': 35,
                                      'Danville': 26,
                                     'Macon': 42,
                                     'Selma': 53,
                                     'Columbus': 29,
'Allentown': 38,
                                     'Dummy': 27}
# Creates a list of all demand nodes
disposal_sites = ['Whitewater', 'Los Canos', 'Duras']
```

```
# Creates a dictionary for the number of units of demand for each demand node
demand = {
    'Whitewater': 65.
    'Los Canos': 80,
   'Duras': 105}
costs_2 = [[12, 15, 17],
         [14, 9, 10],
         [13, 20, 11],
         [17, 16, 19],
         [7, 14, 12],
         [22, 16, 18],
          [0,0,0]]
# The cost data is made into a dictionary
costs_1 = makeDict([plants, plants], costs_1, 0)
# The cost data is made into a dictionary
costs_2 = makeDict([intermediate_plants, disposal_sites], costs_2, 0)
# Creates the 'prob' variable to contain the problem data
prob = LpProblem("Material_Supply_Problem", LpMinimize)
# Creates a list of tuples containing all the possible routes for transport
Routes = [(i, j) for i in plants for j in plants]
# A dictionary called 'Vars' is created to contain the referenced variables(the routes)
vars = LpVariable.dicts("Route_1", (plants, plants), 0, None, LpInteger)
# Creates a list of tuples containing all the possible routes for transport
Routes_2 = [(w, b) for w in intermediate_plants for b in disposal_sites]
# A dictionary called 'Vars_2' is created to contain the referenced variables(the routes)
vars_2 = LpVariable.dicts("Route_2", (intermediate_plants, disposal_sites), 0, None, LpInteger)
# The supply maximum constraints are added to prob for each supply node (plants)
for s in plants:
   prob += (lpSum([vars[s][w] for w in plants]) == supply[s],
        "Sum_of_Products_out_of_plants%s" % s,)
# The demand minimum constraints are added to prob for each demand node (project)
for b in disposal_sites:
    prob += (lpSum([vars_2[w][b] for w in intermediate_plants]) == demand[b],
        "Sum_of_Products_into_disposal_sites%s" % b,)
# Transshipment constraints: What is shipped into a transshipment node must ne shipped out.
for w in intermediate_plants[:-1]:
   prob += (lpSum([vars[f][w] for f in plants]) - lpSum([vars_2[w][p] for p in disposal_sites]) == 0,
        "Sum_of_Products_out_of_intermediate_plants_%s" % w,)
# The problem data is written to an .lp file
prob.writeLP("TransshipmentProblem1.lp")
```

```
# Solve the problem
prob.solve()
1
# Print the results
for v in prob.variables():
   if v.varValue > 0:
        print(f"{v.name} = {v.varValue}")
print("Optimal Transshipment Cost:", value(prob.objective))
Route_1_Allentown_Allentown = 38.0
Route_1_Columbus_Columbus = 29.0
Route_1_Danville_Danville = 26.0
Route_1_Kingsport_Kingsport = 16.0
Route_1_Kingsport_Macon = 19.0
Route_1_Macon_Macon = 42.0
Route_1_Selma_Columbus = 36.0
Route_1_Selma_Macon = 17.0
Route_2_Allentown_Los_Canos = 38.0
Route_2_Columbus_Whitewater = 65.0
Route_2_Danville_Los_Canos = 26.0
Route_2_Dummy_Duras = 27.0
Route_2_Kingsport_Los_Canos = 16.0
Route_2_Macon_Duras = 78.0
Optimal Transshipment Cost: 2630.0
```

4. Question b) using Excel Solver

