

# Transport Cost Model:

## Creation of Costmatrix:

Geographical distancematrix(in km) is loaded from excel-shead, which contains all trackpairings i -> j.

Cost formulation:

For each connection between two circuits i -> j, the transport cost is defined as:

$$C\{ij\} = d\{ij\} * f\_m$$

where:

- $d\{ij\}$  = geographic distance (km) from the Excel distance matrix
- $f\_m$  = transport-specific weighting factor
- Truck: low factor (baseline)
- Ship: reduced factor (energy-efficient per km)
- Plane: increased factor (high emissions per km)

For each pair of circuits, the cheapest feasible transport mode is selected based on the allowed modes and their respective cost factors.

## Transport Mode Assumptions & Constraints

To keep model interpretable and comparable, we apply the following simplifying assumptions:

### Truck

- Allowed only if both circuits are on the same continent
- Distance must be below a predefined threshold

## Ship

- Allowed only if both origin and destination circuits have access to a harbor (<50km distance). Is used to keep it relatively realistic, as traveling from nearest airport to actual racetrack in reality may also take some km
- Used primarily for intercontinental

## Plane

- Always allowed
- Acts as fallback when cheaper alternative exists

## Rules ensure that:

- unrealistic transport choices are avoided
- long intercontinental trips favor maritime transport when possible
- the model remains deterministic and explainable

Parameter values:

```
FACTORS = {  
  "truck": 1.0,  
  "ship": 0.6,  
  "plane": 3.0  
}
```

-> Used purely on a rough estimate and are not fact checked to real world values

# Multi-Model Scoring Logic

## Scoring Formulas

The system evaluates every leg of the trip by calculating two competing scores. The algorithm automatically selects the transport mode with the lower total score.

$$\text{Road Score: } (Weight_{Dist} \times Distance) + (Weight_{Cost} \times \frac{Fixed_{Truck} + (Dist \times Var_{Truck})}{Normalizer})$$
$$\text{Air Score: } (Weight_{Dist} \times Dist \times SpeedFactor) + (Weight_{Cost} \times \frac{Fixed_{Air} + LogCost + FuelPenalty}{Normalizer})$$

## Variable Definitions

- Weight\_Distance / Weight\_Cost: User-defined ratios (e.g., 0.5 and 0.5) that determine the strategic priority of time versus budget.
- Distance: The raw physical kilometers between two race circuits.
- SpeedFactor: A multiplier (default 0.15) that represents the time advantage of air travel. It reduces the "perceived distance" for the algorithm to simulate higher speeds.
- Normalizer: A mathematical constant (default 500) used to scale Euro values down so they can be fairly added to kilometer values without overwhelming the distance metric.

Without this, a €300,000 cost would mathematically make a 1,000 km distance completely irrelevant because  $0.5 * 1000 \text{ (km)} = 500$  while  $0.5 * 300.000 \text{ (€)} = 150.000$ .      total score (without) =  $500 \text{ (km)} + 150.000 \text{ (€)} = 150.500$

With this normalizer  $(300,000 / 500) = 600$ . Then  $0.5 * 600 = 300$ .

Total score =  $500 \text{ (km)} + 300 \text{ (€)} = 800$

- Fixed\_Truck / Fixed\_Air: The base "loading and handling" fees that are charged regardless of how far the equipment travels.
- Var\_Truck: The variable cost per kilometer for road transport.
- Log\_Cost: A non-linear cost calculation for planes where the price per kilometer decreases as the trip gets longer.
- Fuel\_Penalty: An exponential cost ( $\$Distance^{2.5}\$$ ) applied to long flights to simulate the extra fuel weight required for transcontinental travel.

## Summary Constraints multi model

**The Continent Guard:** forces the use of air transport whenever the origin and destination circuits are located in different geographical regions.

**Weight-Based Priority:** model uses adjustable ratios to let the user define whether the algorithm should prioritize speed (Distance) or budget (Cost) for each leg.

**Non-Linear Air Costs:** logarithmic cost factor is applied to planes so that the price per kilometer decreases as the flight distance increases.

**The Fuel Paradox:** Long-haul flights are penalized with an exponential cost ( $\text{Distance}^{2.5}$ ) to account for the massive amount of extra fuel weight required for transcontinental trips.

**Time Proxy (Speed Factor):** Air travel is given a "perceived distance" advantage (defaulting to 15% of actual distance) to simulate its significant speed advantage over road transport.

**Magnitude Normalization:** Financial values are divided by a constant (500) to ensure that Euro costs and Kilometer distances have an equal impact on the final decision score.

**Fixed Entry Fees:** Every transport mode includes a fixed "loading and handling" fee that must be paid regardless of the total distance traveled.