

Assignment 4

Question 1:

Heart Start produces automated external defibrillators (AEDs) in each of two different plants (A and B). The unit production costs and monthly production capacity of the two plants are indicated in the table below. The AEDs are sold through three wholesalers. The shipping cost from each plant to the warehouse of each wholesaler along with the monthly demand from each wholesaler are also indicated in the table. How many AEDs should be produced in each plant, and how should they be distributed to each of the three wholesaler warehouses so as to minimize the combined cost of production and shipping?

	Unit Shipping Cost			Unit ProductionCost	Monthly ProductionCapacity
	Warehouse 1	Warehouse 2	Warehouse 3		

Plant A \$22 \$14 \$30 \$600 100

Plant B \$16 \$20 \$24 \$625 120

Monthly 80 60 70 Demand

```
library('lpSolveAPI')
```

To read the LP file.

```
HeartStart <- read.lp("HeartStart.lp");
```

```
HeartStart
```

```
## Model name:
##           XA1    XA2    XA3    XB1    XB2    XB3    XAD    XBD
## Minimize  622    614    630    641    645    649      0      0
## R1         1      1      1      0      0      0      1      0 = 100
## R2         0      0      0      1      1      1      0      1 = 120
## R3         1      0      0      1      0      0      0      0 = 80
## R4         0      1      0      0      1      0      0      0 = 60
## R5         0      0      1      0      0      1      0      0 = 70
## R6         0      0      0      0      0      0      1      1 = 10
## Kind      Std    Std    Std    Std    Std    Std    Std    Std
## Type      Real   Real   Real   Real   Real   Real   Real   Real
## Upper     Inf    Inf    Inf    Inf    Inf    Inf    Inf    Inf
## Lower     0      0      0      0      0      0      0      0
```

```
##To solve the LP.
```

```
solve(HeartStart)
```

```
## [1] 0
```

##To compute the objective function value.

```
get.objective(HeartStart)
```

```
## [1] 132790
```

##To compute the values of decision variables.

```
get.variables(HeartStart)
```

```
## [1] 0 60 40 80 0 30 0 10
```

##To compute the values of constraints.

```
get.constraints(HeartStart)
```

```
## [1] 100 120 80 60 70 10
```

##Question 2: Oil Distribution TexxonOil Distributors, Inc., has three active oil wells in a west Texas oil field. Well 1 has a capacity of 93 thousand barrels per day (TBD), Well 2 can produce 88 TBD, and Well 3 can produce 95 TBD. The company has five refineries along the Gulf Coast, all of which have been operating at stable demand levels. In addition, three pump stations have been built to move the oil along the pipelines from the wells to the refineries. Oil can flow from any one of the wells to any of the pump stations, and from any one of the pump stations to any of the refineries, and Texxon is looking for a minimum cost schedule. The refineries' requirements are as follows.

Refinery R1 R2 R3 R4 R5 Requirement (TBD) 30 57 48 91 48

The company's cost accounting system recognizes charges by the segment of pipeline that is used. These daily costs are given in the tables below, in dollars per thousand barrels.

To		Pump A	Pump B	Pump C
From	Well 1	1.52	1.60	1.40
	Well 2	1.70	1.63	1.55
	Well 3	1.45	1.57	1.30

To		R1	R2	R3	R4	R5
From	Pump A	5.15	5.69	6.13	5.63	5.80
	Pump B	5.12	5.47	6.05	6.12	5.71
	Pump C	5.32	6.16	6.25	6.17	5.87

1)What is the minimum cost of providing oil to the refineries? Which wells are used to capacity in the optimal schedule? Formulation of the problem is enough.

2) Show the network diagram corresponding to the solution in (a). That is, label each of the arcs in the solution and verify that the flows are consistent with the given information.

To read the LP file.

```
OilRefineries <- read.lp("OilRefineries.lp");
```

```
OilRefineries
```

```
## Model name:
```

```
## a linear program with 27 decision variables and 12 constraints
```

To solve the LP.

```
solve(OilRefineries)
```

```
## [1] 0
```

To compute the objective function value. ## Minimal Optimal solution

```
get.objective(OilRefineries)
```

```
## [1] 1966.68
```

To compute the values of decision variables.

```
get.variables(OilRefineries)
```

```
## [1] 93 0 0 0 88 0 28 0 67 30 0 0 91 0 0 57 31 0 0 0 0 17 0  
48 0
```

```
## [26] 0 2
```

To compute the values of constraints.

```
get.constraints(OilRefineries)
```

```
## [1] 93 88 95 30 57 48 91 48 2 0 0 0
```

The Well 2 will obtain us the optimal solution for the transportation problem.