Name: Feedback

SA367 - Mathematical Models for Decision Making

Spring 2022 · Uhan

## Quiz 1 - 1/20/2022

**Instructions.** You have 15 minutes to complete this quiz. You may <u>not</u> use any other materials (e.g., notes, homework, website).

Show all your work. To receive full credit, your solutions must be completely correct, sufficiently justified, and easy to follow.

Problem 1	Weight 3	Score
2	0.5	
3	0.5	
Total		/ 40

**Problem 1.** Fluttering Duck Airlines is starting operations at the small airport in Simplexville. The airline needs to purchase a new tractor to bring luggage to and from the airplanes. A new mechanized system will be installed in 3 years, so the tractor will not be needed after that. However, the tractor will receive heavy use, so the running and maintenance costs will increase rapidly after it ages. As a result, it may still be more economical to replace the tractor after 1 or 2 years. The total net cost of purchasing a tractor at the beginning of year i and trading it in at the beginning of year j is (in thousands of \$):

The goal is to determine what times (if any) the tractor should be replaced to minimize the total cost of having a tractor over the next 3 years.

Formulate this problem as a shortest path problem. In particular:

- draw the directed graph (nodes and edges),
- specify the edge lengths, and
- specify the source and sink nodes.

Almost all of you had the right idea here.

In your <u>directed</u> graphs, do not forget to indicate <u>the direction of the edges!</u> This is critical – without the edge directions, it is not clear what constitutes a valid path.

Suppose you solved the shortest path problem you formulated in Problem 1 with an algorithm that outputs (i) the length of a shortest path, and (ii) the nodes and edges in a shortest path.
<b>Problem 2.</b> Briefly explain how you would use this output to determine the minimum total cost of having a tractor over the next 3 years.
See the next page.

**Problem 3.** Briefly explain how you would use this output to determine when to purchase a new tractor. Give a hypothetical example if it helps.

See the next page.

Most of you had the right idea with Problems 2 and 3.

If you struggled with these problems, here's a suggestion on how to answer them:

- Start by giving hypothetical outputs for the algorithm described: a shortest path (ii) and its length (i).
- Next, based on these hypothetical outputs, state the minimum total cost of having a tractor over the next 3 years (for Problem 2), or when to purchase a new tractor (for Problem 3).
- For Problem 2, you should end up with something like this:

Suppose a shortest path from node 1 to node 4 is (1, 3), (3, 4). The corresponding length is 30. In this case, the minimum total cost of having a tractor over the next 3 years is **[fill in the blank]**.

• For Problem 3, you should end up with something like this:

Suppose a shortest path from node 1 to node 4 is (1, 3), (3, 4). The corresponding length is 30. In this case, the airline should purchase a new tractor [fill in the blank].

- By following the steps above, you can concisely describe how to translate a shortest path's length and edges into a solution for the original problem.
- Note that the hypothetical shortest path given above is <u>not</u> actually a shortest path. You don't need to find an actual shortest path we will leave this to the computer. You just need to describe how to translate a shortest path's lengths and edges into a solution for the original problem.
- Take a look at Examples 4-7 in Lesson 1 for examples of how we translated a shortest path's length and edges into solutions for the original problem.