Optimum solution of Transportation Problem with the help of Zero Point Method

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Abstract

A Transportation model is special type of network model; deal with get minimum-cost plan to transport a commodity from sources to destination and also well known as a basic network problem for it could be extensively applied in many fields. For solving as such problem we are using zero point method to solve the Transportation Problem to get the optimal solution without using MODI method. The solution procedure is illustrated with numerical examples.

1. Introduction

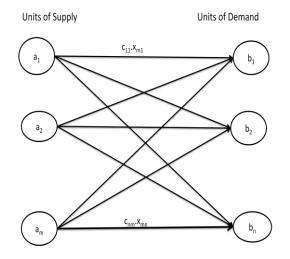
A special class of linear programming problem is **Transportation Problem**, where the objective is to minimize the cost of distributing a product from a number of **sources** (e.g. factories) to a number of **destinations** (e.g. warehouses) while satisfying both the supply limits and the demand requirement. Generally, the transportation model can be extended to areas other than the direct transportation of a commodity, including among others, inventory control, employment scheduling, and personal assignment. The objective of the transportation problem is to satisfy the required quantity of goods or services at each demand destination, within the limited quantity of goods or services available at each supply origin, at the m.

There are different types of transportation problems and the simplest of them that is now standard in the literature was first presented by [5,11] published a paper on a continuous version of problem, [21] began to spearhead research on the potentialities of linear programming for the study of the problems in economics. His historic paper "Optimum Utilization of the transportation problems in Systems" was based on his war time experience. Because of this and the work done earlier by Hitchcock, the classical case is often referred as the Hitchcock Koopmans transportation problem. After both study many scholars have discussed problems transportation in uncertain environment.[8,9,10] introduced the solid transportation problem which also knows as multi commodity transportation problem;[1] put forward first the fuzzy transportation problem with fuzzy coefficients; Speranza and [12] focuses on a multiproduct production system on a single link;[6,14]proposed fuzzy objective programming methods for stochastic transportation problems;[03]are using standard and network linear programming method for transportation problem;[22] deals with an inbound materialcollection problem so that decisions for both

inventory and transportation functions are made simultaneously;[20] proposed a new heuristic approach for getting good starting solution for dual based approaches used for solving transportation problem; [17] used the dual matrix approach for transportation problem.[13] introduced the variant of vogel's approximation method for transportation problem; [19]presented a modified economic ordering quantity for a single supplier-retailer system in which production, inventory and transportation costs are all considered;[4] studied the multi-objective transportation problem, in which the cost factors, the sizes of supply and demand are all fuzzy numbers;[23] used new particle swarm optimization algorithm (PSO) for the solution of linear transportation problem with its special structure; [7] established a mathematical model and solved it for transportation problem with uncertain cost;[15] obtained feasible solution and optimality bounds for optimization problems with probabilistic constraints; [02] gave a mathematical model for transportation problem with uncertain demand through describing the uncertainty by intervals; [16] represented the OR model for southern part of north region of Indian and solved this by Object Oriented Programming.

2. Mathematical Transportation Problem

The general transportation problem is represented in the figure



Suppose that are m origins and n destinations. The edges joining the origins and destinations represent the routes between the origins and destinations. In other words, (i, j) denotes the joining of the origin i and destination j. Let

 a_i = quantity of product available at origin i, i = 1, 2,...,m

 $b_{j} = \mbox{ quantity of product required at destination } j, j = 1, 2, \ldots, n \label{eq:bj}$

 c_{ij} = The cost of transporting one unit of product from origin (i) to destination (j)

 x_{ij} = The quantity transported from origin i to destination j

The objective is to determine the number of units to be transported from the origin i to destination j so that the total transportation cost is minimum, while, satisfying all the supply at origins and the demands requirement at the destinations.

Mathematically, the problem can be stated as

Minimize $Z = \sum_{i=1}^{m} \sum_{j=1}^{n} c_{ij} \cdot x_{ij}, r = 1, 2, ..., K$ Subject to $\sum_{j=1}^{n} x_{ij} = a_i, i = 1, 2, ..., m$

$$\sum_{i=1}^{m} x_{ij} = b_j, \quad j = 1, 2, \dots, n$$
$$x_{ij} \ge 0 \quad \forall \ i, j$$

A transportation problem is said to be balanced if total supply from all sources equals to the total demand in all destinations $\sum_{i=1}^{m} a_i = \sum_{j=1}^{n} b_j$. Otherwise it is called unbalanced.

3. Zero Point Method

The Zero Point Method proceeds as follows:

Step 1. Construct the transportation table for the given transportation problem and then, convert into a balanced one if not.

Step 2. Subtract each row entries of the transportation table from the row minimum

Step 3. Subtract each column entries of the transportation table after using Step 2 from the column minimum.

Step 4 Check if each column demand is less then to the sum of the supplies whose reduced costs in that column are zero. Also check if each row supply is less than to sum of the column demands whose reduced costs in that row are zero. If so, go to Step 7 (Such reduced table is called the allotment table). If not go to Step 5

Step 5. Draw the minimum number of horizontal lines and verticals line to cover all the Zeros of the reduced transportation table such that some entries of rows(s) or / column(s) which do not satisfy the condition of the step 4, are not covered.

Step 6. Develop the new revised reduced transportation table as follows:

- (i) Find the smallest entry of the reduced cost matrices not covered by any lines.
- (ii) Subtract this entry from all the uncovered entries and the same to all entries lying at the intersection of any two lines, and then , go to step 4.

Step 7. Select a cell in the reduced transportation table whose reduced cost is the maximum cost. Say (α, β) . If there are more than one, then select anyone.

Step 8. Select a cell in the α – row or / and β column of the reduced transportation table which is the only cell whose reduced coast is zero and then allot the maximum possible to that cell. If such a cell does not occur for the maximum value, find the next maximum so that such a cell occurs. If such cell does not occur for any value, we select any cell in the reduced transportation table whose reduced cost is fuzzy zero.

Step 9. Reform the reduced transportation table after deleting the fully used supply point and the received demand points and also, modify it to include the not fully used supply point and not received demand points.

Setp 10. Repeat Step 7 to Step 9 until all supply points are used and all demand points are fully received.

Setp 11. This allotment yields a solution to the transportation problem.

4. Numerical Example

4.1 Example 1: Consider the following balanced transportation problem

	W1	W2	W3	W4	Supply
F1	21	16	25	13	11
F2	17	18	14	23	13

F3	32	27	18	41	19
Demand	6	10	12	15	43

Now, $\Sigma a_i = \Sigma b_j = 43$, the given transportation problem is balanced

Now, using the step 2 to step 3 of the zero point method we have the following reduced transportation table

	W1	W2	W3	W4	Supply
F1	5	0	12	0	11
F2	0	1	0	7	13
F3	11	6	0	23	19
Demand	6	10	12	15	43

Now using the step 4 to the step 6 of the zero point method, we have the following allotment table

	W1	W2	W3	W4	Supply
F1	12	6	24	0	11
F2	0	0	5	0	13
F3	6	0	0	11	19
Demand	6	10	12	15	43

Now using the rules of the zero point method, we have the allotment

	W1	W2	W3	W4	Supply
F1				11	
	21	16	25	13	11
F2	06	03			13
	17	18	14	23	

F3		07	12		19
	32	27	18	41	
Demand	6	10	12	15	43

Therefore the optimal solution for the given problem is $x_{14} = 11$, $x_{21} = 06$, $x_{22} = 03$, $x_{32} = 07$, and $x_{33} = 12$ and the optimum transportation cost for the problem, Z is 796

4.2 Example 2: Consider the following

unbalanced transportation problem

	W1	W2	W3	W4	Supply
F1	6	9	1	3	70
F2	11	5	2	8	55
F3	10	12	4	7	70
Demand	85	35	50	45	

Now, $\Sigma a_i = 195$ and $\Sigma b_i = 215$, the given

transportation problem is unbalanced. Therefore, an dummy row will be introduced with zero cost and having the plant availability = 215-195 = 20 units,

The modified	table is giver	1
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	W1	W2	W3	W4	Supply
F1	6	9	1	3	70
F2	11	5	2	8	55
F3	10	12	4	7	70
F4	0	0	0	0	20
Demand	85	35	50	45	

Now, using the step 2 to step 3 of the zero point method we have the following reduced transportation table

	W1	W2	W3	W4	Supply
F1	5	0	8	2	11
F2	9	3	0	6	13
F3	6	8	0	3	19

F4	0	0	0	0	20
Demand	6	10	12	15	43

Now using the step 4 to the step 6 of the zero point method, we have the following allotment table

	W1	W2	W3	W4	Supply
F1	0	0	11	0	11
F2	1	0	0	1	13
F3	0	7	2	0	19
F4	0	5	8	3	20
Demand	6	10	12	15	43

Now using the rules of the zero point method, we have the allotment

	W1	W2	W3	W4	Supply
F1	40	30			
	6	1	9	3	11
F2		05	50		
	11	5	2	8	13
F3	25			45	
	10	12	4	7	19
F4	20				
	0	0	0	0	20
Demand	6	10	12	15	43

Therefore the optimal solution for the given problem is $x_{11} = 40$, $x_{12} = 30$, $x_{22} = 05$, $x_{23} = 50$, $x_{31} = 25$, $x_{34} = 45$ and $x_{41} = 20$ and the optimum transportation cost for the problem, Z is 960.

5. Conclusion:

The zero point method is a systematic procedure for transportation problem and easy to apply and can be utilized for all types of transportation problem whether maximize or minimize objective function, it conserve as an important tool for the decision makers when they are handling various types of logistic problems. And gives an optimal solution of transportation problem, other methods also gives an optimal solution but zero point method gives optimal solution without help of any other modified method.

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