

# Development of a New Optimal Method for Solution of Transportation Problems

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**Abstract**—Recently a new method has been developed for arriving at an Initial Basic Feasible solution (IBF) with an adequate number of entries needed to initiate the transportation simplex algorithm [1], which is then used to get an optimal solution. Two methods are being used extensively for getting the IBF. One of them is the Northwest Corner Rule Method and the other one is the Russell Method.[2] Both of these methods have some drawbacks. The IBF obtained from the Northwest Corner Rule is far from the optimal solution. The IBF obtained using the Russell Method does not give enough number of entries to start the transportation simplex algorithm. On the other hand, the Northwest Corner Rule consumes much time to get the optimal. So the new method will be used to get the IBF along with the optimal solution. Two problems are discussed and the values of their optimal solution are given. Then a comparison is made among the three methods: the Northwest Corner Rule, the Russell Method, and the new method. Also a computer software has been developed based on the new proposed method to get the IBF solution and hence the optimal solution.

**Index Terms**—Russell Method, Transportation Simplex Method

## I. INTRODUCTION

There are two most popular methods used in literature for deriving the Initial Basic Feasible solution (IBF) and hence the optimal solution. One of them is the Northwest Corner Rule for a given transportation problem. The Russell Method is the other one, which is much complicated for obtaining the optimal solution. Both of these methods give some IBF, which are far from optimal solution. To begin constructing an IBF solution, all source rows and destination columns of the transportation simplex tableau are initially under consideration for providing a basic variable (allocation).

1. From the rows and columns still under consideration, select the next basic variable (allocation) according to some criterion.
2. Make that allocation large enough to exactly use up the remaining supply in its row or remaining demand in its column (whichever is smaller).
3. Eliminate that row or column (whichever had the smaller remaining supply or demand from further consideration. If the row and column have the same remaining supply and demand, then arbitrarily select the row as the one to be eliminated. The column will be used to provide a degenerate basic variable, i.e., a circled allocation of zero.)
4. If only one row or only one column remains under consideration, then the procedure is completed by selecting every remaining variable (i.e, those variables that were neither previously selected to be basic nor eliminated from consideration by eliminating their row or column) associated with that row or column to be basic with the only feasible allocation. Otherwise return to step1. [2, 3]

Putcha and Ali [1] developed a method which gives adequate number of entries for starting the transportation simplex **algorithm**.

## II. EXISTING METHODOLOGIES

The basic transportation problem can be stated as

$$\text{Minimize } Z = \sum_{i=1}^m \sum_{j=1}^n c_{ij}x_{ij} \quad (1)$$

Subject to

$$\sum_{j=1}^n x_{ij} = s_i \text{ for } i=1,2,\dots,m, \quad (2)$$

$$\sum_{i=1}^m x_{ij} = d_j \text{ for } j=1,2,\dots,n, \quad (3)$$

and  $x_{ij} \geq 0$ , for all  $i$  and  $j$ .

The general procedure for obtaining the optimal solution is stated below.

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**A. Northwest Corner Rule**

Begin by selecting  $x_{11}$  (that is, start in the northwest corner of the transportation simplex tableau). Thereafter, if  $x_{ij}$  was the last basic variable selected, then next select  $x_{i,j+1}$  (that is, move one column to the right), if source I has any supply remaining. Otherwise, next select  $x_{i+1,j}$  (that is, move one row down). Then using the iterations the optimal solution can be obtained. [2]

**B. Russell Method**

For each source row and column, after entering the basic variables (No of entries= $m+n-1$ ) into the cells as required after getting the IBF, then assume the value of  $u=0$  (basically start with the row having the maximum number of entries). Then calculate the values of  $v$  and then the other us by using the formula  $c_{ij}=u_i+v_j$  (using the basic cells only). After that calculate  $\Delta_{ij}=c_{ij}-u_i-v_j$  for all the non-basic cells. And do the iterations until we get the all positive values in the non basic cells, which will give the optimal solution.[2]

**C. New Method**

Using the IBF generated using Putcha and Ali method [1], a new method has been developed in this paper which gives the optimal solution almost immediately. In this method, the basic variables are entered using the formula  $m+n-1$  for the first iteration. But if it gives all the negative values of the  $\Delta_{ij}=c_{ij}-u_i-v_j$  for the non basic cells then go for the next iterations. This time enter the basic variables into all the cells containing negative values of  $\Delta_{ij}=c_{ij}-u_i-v_j$  from the previous iteration and make the sufficient balance at the end of the rows and columns according to the supply and demand respectively. This time the number of the basic entries will be more than  $m+n-1$ . This gives all the positive values of  $\Delta_{ij}$  within the limited number of iterations and hence helps getting the optimal values.[2]

**III. CHECK FOR OPTIMALITY**

Two different transportation problems are discussed in which the IBF solutions are obtained using Putcha-Ali Method. Now further steps are discussed to check for the optimality of these solutions.

**IV. IBF EXAMPLES**

**Example 1**

Consider the transportation problem having the following parameters (see Table I below) [1].

Table I. Transportation Problem Data Set 1.

X	1	2	3	4	5	SUPPLY	U
1	16 1	16 2	13 40	22 3	17 10	50	0
2	14 -1	14 20	13 30	19 10	15 -2	60	$U_2 = 0$
3	19 30	19 1	20 3	23 20	M M-21	50	4
4	M M+2	0 3	M M+4	0 -2	0 50	50	-17
DEMAND	30	20	70	30	60	Z= 2580	
V	15	14	13	19	17		

Let,

$U_2=0$

Now,  $c_{ij}=u_i+v_j$

Now,  $c_{22}=u_2+v_2$

$\Rightarrow v_2 = 14$

$c_{23}=u_2+v_3$

$\Rightarrow v_3 = 13$

and so on.

Here, for all the non basic cells 21, 25 and 44 the values of  $c_{ij}-u_i-v_j < 0$ . So the solution is not optimal [1].

**Example 2:**

Consider the transportation problem having the following parameters (see Table II below) [1].

Table II. Transportation Problem Data Set 2.

X	1	2	3	4	5	SUPPLY	U
1	8 1	6 3	3 20	7 1	5 2	20	2
2	5 25	M M-1	8 7	4 5	7 6	30	$U_2=0$
3	6 -1	3 25	9 6	6 5	8 5	30	2
4	0 0	0 0	0 0	0 -3	0 20	20	-1
DEMAND	25	25	20	10	20	Z = 310	
V	5	1	1	4	1		

Let,

$$U_2=0$$

Now,  $c_{ij}=u_i+v_j$

$$c_{21}=u_2+v_1$$

$$\Rightarrow v_1=5$$

$$c_{24}=u_2+v_4$$

$$\Rightarrow v_4=4 \text{ and so on.}$$

Here, for all the non basic cells 31 and 44 the values of  $c_{ij}-u_i-v_j < 0$ . So the solution is not optimal.[1]

**V. DEVELOPMENT OF A NEW OPTIMAL METHOD**

Since all the values of  $c_{ij}-u_i-v_j$  are not positive for some of the non-basic cells, a new method has been developed to make these solutions optimal. The method states that into the all non-basic cells that contain the negative values of  $c_{ij}-u_i-v_j$  the basic variables are entered according to the sufficient balance made for the supply and demand for each row and column respectively. This time the number of basic variables are greater than that of  $m+n-1$ . So again the problems are discussed with their final optimal solutions.

VI. OPTIMALITY EXAMPLE

**Example 1**

Table III. Example 1, Iteration 1.

X	1	2	3	4	5	SUPPLY	U
1	16 2	16 2	13 40	22 10	17 2	50	-5
2	14 10	14 0	13 30	19 1	15 20	60	-5
3	19 20	19 20	20 2	23 10	M M-20	50	$U_3=0$
4	M M+1	0 1	M M+2	0 10	0 40	50	-20
DEMAND	30	20	70	30	60	Z = 2560	
V	19	19	18	23	20		

Let,

$U_3=0$ , Now,  $c_{ij}=u_i+v_j$  and Now,  $c_{31}=u_3+v_1 \Rightarrow v_1 = 19$

Since all the values of  $c_{ij} - u_i - v_j > 0$  for the non basic cells, the solution is optimal.

$$Z=13(40)+22(10)+14(10)+13(30)+15(20)+19(20)+19(20)+23(10)+0(10)+0(40) = 2560 [1]$$

**Example 2**

Table IV. Example 2, Iteration 1.

X	1	2	3	4	5	SUPPLY	U
1	8 5	6 6	3 20	7 5	5 2	20	3
2	5 20	M M+8	8 3	4 10	7 2	30	$U_2=5$
3	6 5	3 25	9 3	6 1	8 2	30	6
4	0 0	0 3	0 0	0 0	0 20	20	0
DEMAND	25	25	20	10	20	Z = 305	
V	0	-3	0	-1	0		

Let,

$U_2=5$  and  $c_{21}=u_2+v_1 \Rightarrow v_1=0$  and so on.

Since all the values of  $c_{ij} - u_i - v_j > 0$  for the non basic cells, the solution is optimal.

$$Z=3(20)+5(20)+4(10)+6(5)+3(25)+0(20) = 305 [1]$$

## VII. RESULTS

Table V. Results Comparison for the Optimal Solution Among the Methods

<b>Example 1</b>					
Northwest Corner		Russell Method		New Method	
No. Entries	Z Value	No. Entries	Z Value	No. Entries	Z Value
8	2470+M	8	2570	11	2560
<b>Example 2</b>					
Northwest Corner		Russell Method		New Method	
No. Entries	Z Value	No. Entries	Z Value	No. Entries	Z Value
8	209+25M	8	305	9	305

## VIII. THEORETICAL BACKGROUND OF THE NEW METHOD

The basic transportation simplex method basically uses the concept of chain reaction. There is no requirement that the optimal solution has to have  $(m+n-1)$  entries. The new method developed as part of this research work is based on the combination of these principles.[2,3].

## IX. CONCLUSION

As was shown there were two methods for solving the transportation problems by finding the Initial Basic Feasible solution (IBF) and hence the optimal solution. As was discussed both methods (the Russell Method, and the Northwest Corner rule) had some drawbacks. The Russell Method, the Northwest Corner rule, and also the newly developed Putcha-Ali method [1] use chain reaction to obtain the optimal solution. As a result these problems become cumbersome and also take a long time to come to the optimal solution. However, the new method developed in this paper is able to get the optimal value without using chain reaction. Therefore use of this method for simplex transportation problems can be very helpful and easy.

## REFERENCES

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